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(2063)

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**MBA 1st Semester Examination**

**Accounting for Managers (N.S.)**

**MBA-106**

**Time : 3 Hours**

**Max. Marks : 60**

*The candidates shall limit their answers precisely within the answer-book (40 pages) issued to them and no supplementary/ continuation sheet will be issued.*

**Note :** All questions are compulsory in Section-A, which carry 2 marks each. Attempt any four questions from Section-B, carrying 5 marks each and attempt any two questions from Section-C which carry 10 marks each.

**SECTION - A**

1. (a) What is "business entity" concept?
- (b) Define divisible profits.
- (c) What is replacement cost?
- (d) What is interest coverage ratio?
- (e) What is the difference between "cash" and "funds"?
- (f) Define the term "contribution" in marginal costing.
- (g) What is the difference between implicit and explicit costs?
- (h) Define marginal costing.
- (i) What is trial balance?
- (j) What is dividend coverage ratio?

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**[P.T.O.]**

**SECTION - B**

2. How does management accounting help planning and control function in an organisation?
3. What are financial statements? Explain the objectives of financial statements.
4. "A fund flow statement is a better substituted for income statement." Discuss.
5. Define price level accounting. Explain briefly the techniques of price level accounting.
6. Explain the concept of Social-cost-benefit analysis.
7. What is the significance and limitations of cost-volume-profit analysis in managerial decision making and planning.

**SECTION - C**

8. "A uniform system of accounts, including identical forms for balance sheets and income statements is a pre-requisite of intra-firm comparisons." Elucidate.
9. The following information is given:
  - (i) The P/V ratio of the firm is 40%.
  - (ii) The firm wants to increase its selling price by 10%.
  - (iii) The firm's variable cost is higher non by 5%.

- (iv) The fixed expenses of the firm have gone up from Rs. 2,00,000 to 2,58,500.

Work out the original Break Even Point Sales and the revised Break Even Point Sales.

10. Define the concept "Human Resource Accounting". Discuss the objections against human resource accounting in India.
11. (a) The following information is available regarding fixed assets for the year 1990:-

	Rs.
Fixed assets WDV on 1st January, 1990	15,20,000
Depreciation charged during the year	2,80,000
WDV of assets sold during the year	40,000
Sale proceeds of scrapped assets	30,000
Fixed assets at WDV on 31st December, 1990	14,40,000

Work out the figures of (1) fixed assets required, and (2) the times to be shown in the funds flow statement.

- (b) Explain the meaning and objectives of social accounting.