


CMR INSTITUTE OF TECHNOLOGY		USN																																																							
Internal Assesment Test - III								<b>CMR</b>																																																	
Sub:	Accounting For Managers						Code:	20MBA13																																																	
Date	26/5/2022	Duration:	3 Hours	Max Marks:	50	Sem:	I	Branch:	MBA																																																
<b>Part A: (Answer any 2 full questions)</b>								Marks	OBE																																																
									CO	RBT																																															
1 (a)	What do you mean by Money concept?						[03]	CO1	L1																																																
(b)	Differentiate between Journal and Ledger.						[07]	CO1	L2																																																
(c)	<p>Khairun Ltd is a sole trader dealing in sports items. From the following transactions, pass journal entries for the month of March, 2022.</p> <p>March Rs.</p> <p>1 Commenced business with cash 4,00,000</p> <p>2 Cash deposited into bank 3,00,000</p> <p>3 Purchased goods from Ravi and payment made through net banking 90,000</p> <p>4 Sales made to Kumar, who deposited the money through CDM 10,000</p> <p>5 Sales made to Vivek, who made the payment by debit card 60,000</p> <p>6 Sold goods to Keerthana, who made the payment through credit card 50,000</p> <p>7 Dividend directly received by bank 2,000</p> <p>8 Money withdrawn from ATM 3,000</p> <p>9 Salaries paid through ECS 6,000</p> <p>10 Cricket bats donated to a trust 10,000</p>						[10]	CO1	L3																																																
2 (a)	What do you understand by direct expenses? Mention some of its examples.						[03]	CO3	L1																																																
(b)	Briefly explain different methods of Human Recourses Accounting?						[07]	CO5	L2																																																
(c)	<p>The following is the Trial balance as on 31<sup>st</sup> March 2020, prepared by an incompetent accountant. you are required to rewrite.</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Particulars</th> <th>Debit balance( Rs)</th> <th>Credit Balance(Rs)</th> </tr> </thead> <tbody> <tr><td>Capital</td><td>24000</td><td>-</td></tr> <tr><td>Opening stock</td><td>8500</td><td>-</td></tr> <tr><td>Furniture</td><td>2600</td><td>-</td></tr> <tr><td>Purchase</td><td>-</td><td>8950</td></tr> <tr><td>Cash at bank</td><td>7300</td><td>-</td></tr> <tr><td>Carriage</td><td>300</td><td>-</td></tr> <tr><td>Sales</td><td>22500</td><td></td></tr> <tr><td>Building</td><td></td><td>12000</td></tr> <tr><td>Return inwards</td><td></td><td>1900</td></tr> <tr><td>Return outwards</td><td>350</td><td></td></tr> <tr><td>Wages</td><td></td><td>1000</td></tr> <tr><td>Discount received</td><td>970</td><td></td></tr> <tr><td>Salary</td><td>-</td><td>3000</td></tr> <tr><td>Office rent</td><td></td><td>2270</td></tr> <tr><td><b>Total</b></td><td><b>66,520</b></td><td><b>29120</b></td></tr> </tbody> </table>						Particulars	Debit balance( Rs)	Credit Balance(Rs)	Capital	24000	-	Opening stock	8500	-	Furniture	2600	-	Purchase	-	8950	Cash at bank	7300	-	Carriage	300	-	Sales	22500		Building		12000	Return inwards		1900	Return outwards	350		Wages		1000	Discount received	970		Salary	-	3000	Office rent		2270	<b>Total</b>	<b>66,520</b>	<b>29120</b>	[10]	CO2	L3
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3 (a)	What is Flexible Budget?	[03]	CO3	L1																																																							
(b)	What is structuring database for accounting? And design database for accounting.	[07]	CO5	L2																																																							
(c)	You are required to prepare the comparative balance sheet of Global Exports.  Following is the Balance sheet of Global Exports as on 31-3-2011 and 31-3-2012. You are required to prepare the comparative statement and comment on the financial position of the concern.	[10]	CO3	L3																																																							
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	(c) What do you mean by IFRS? Explain in brief any five accounting standard?	(10)	CO5	L2																																																							
5	(a) What is window-dressing in accounting?	(03)	CO4	L1																																																							
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6. (a) What is Margin of Safety (MOS)?  
 (b) Explain the format of Cash flow statement of indirect methods.  
 (c) Find out the points from given data.

(i) The amount of fixed expenses.  
 (ii) The number of units to break-even.  
 (iii) The number of units to earn a profit of Rs. 40,000.

The selling price per unit can be assumed at Rs. 100.  
 The company sold in two successive periods 7,000 units and 9,000 units and has incurred a loss of Rs. 10,000 and earned Rs. 10,000 as profit respectively.

7. (a) What is Cost Volume Profit (CVP) Analysis?  
 (b) What is BEP? Explain the assumptions along with graph.  
 (c) Prepare flexible budget for the production of 6000 units in a factory are given as follows.

[03] CO3, L1  
 [07] CO3 L2  
 [10] CO3 L3

Particulars	Per Unit (₹)
Materials	40
Labour	15
Variable Overheads	20
Fixed Overheads (₹42,000)	7
Administrative Expenses (10% variable)	15
Selling Expenses (10% Fixed)	10
Distribution Expenses (20% Fixed)	8
<b>Total cost of sales per unit</b>	<b>115</b>

You are required to prepare a budget for the production of 5,000 units.

8 From the following Trial Balance of M/S Shamsuddin on 31/3/20 , prepare final account in vertical form

[20] CO3 L3

Particulars	Debit(Rs)	Credit( Rs)
Capital	-	120,000
Drawings	15000	-
Bills Receivable	22,000	-
Machinery	20,000	-
Debtors and Creditors	69400	58,000
Wages	39,000	-
Purchases and sales	252,000	355,500
Commission	-	5500
Rent and taxes	6000	-
Opening stock	60,000	-
Salaries	10,500	-
Travelling expenses	20,000	-
Insurance	600	-
Bad debts	3500	-
Furniture	9000	-
Returns	5000	2000

Cash in hand	500	-			
Cash at bank	8000	-			
<b>Total</b>	<b>540,500</b>	<b>540,500</b>			
Adjustments:					
a) Closing stock Rs 100,000					
b) Bad debts Rs 1000					
c) Depreciate Machinery @5%, Furniture @ 10%					
d) Prepaid insurance amounts Rs 100					
e) Unpaid wages Rs 1000.					

Course Outcomes		PO1	PO2	PO3	PO4	PO5
CO1:	Demonstrate theoretical knowledge and its application in real time accounting					
CO2:	Capable of preparing financial statement of sole trading concerns and companies					
CO3:	Independently undertake financial statement analysis and take decisions	1a,1b, 2a,2b, 3a,3b	1c,3 c,			
CO4:	Comprehend emerging trends in accounting using data base Management system		2c ,4			

Cognitive level	KEYWORDS
L1	List, define, tell, describe, identify, show, label, collect, examine, tabulate, quote, name, who, when, where, etc.
L2	summarize, describe, interpret, contrast, predict, associate, distinguish, estimate, differentiate, discuss, extend
L3	Apply, demonstrate, calculate, complete, illustrate, show, solve, examine, modify, relate, change, classify, experiment, discover.
L4	Analyze, separate, order, explain, connect, classify, arrange, divide, compare, select, explain, infer.
L5	Assess, decide, rank, grade, test, measure, recommend, convince, select, judge, explain, discriminate, support, conclude, compare, summarize.

PO1- *Theoretical knowledge* PO2 – *Effective communication skill* ; PO3- *Leadership qualities* ; PO4 – *Sustained research Orientation* PO5: *Self sustaining Entrepreneurship*

**CT**

**CCI**

**HOD**