

Additional Information :

- (i) During 2013 dividends of Rs. 45,000 were paid
 - (ii) Depreciation on plant and machinery amounted to Rs. 64,000
 - (iii) Provision for tax made during the year Rs. 75,000
 - (iv) Loss on sale of machinery amounted to Rs. 14,000
6. What do you mean by responsibility accounting ? What are its objectives ? How would you set up a system of responsibility accounting in an organisation ?

SECTION—D

7. What are the objectives of management reporting ? What are the requisites of an efficient system of management reporting ?
8. What do you mean by working capital ? What is its significance ? What are the factors affecting the working capital needs of a manufacturing organisation ?

Exam. Code : 105403

Subject Code : 1383

**Bachelor in Business Administration (BBA) 3rd Semester
(Batch 2020-23)**

BBA-307 : MANAGEMENT ACCOUNTING

Time Allowed—3 Hours] [Maximum Marks—50

Note :— Attempt *five* questions in all, selecting at least *one* question from each section. The *fifth* question may be attempted from any section. All questions carry equal marks.

SECTION—A

1. What do you mean by management accounting ? What are the different tools and techniques of management accounting ?
2. How would you distinguish between financial accounting and management accounting ? What are the limitations of financial accounting which have been overcome by management accounting ?

SECTION—B

3. What do you mean by financial statement analysis ? What are its objectives ? What are the different techniques of financial analysis ?

4. You have been given the Balance Sheets of a firm on 31st December 2019 and 31st December 2020. You are required to prepare the comparative balance sheet of the firm :

Liabilities	31 st Dec.	31 st Dec.
	2019	2020
	Rs.	Rs.
Share capital	2,50,000	3,00,000
General reserve	2,50,000	2,75,000
P/L A/c	1,00,000	75,000
10% Debentures	2,50,000	2,50,000
Sundry creditors	1,50,000	1,40,000
Provision for tax	25,000	17,500
Outstanding expenses	25,000	10,000
Pre-received incomes	20,000	2,500
	10,70,000	10,70,000
Assets	31 st Dec.	31 st Dec.
	2019	2020
	Rs.	Rs.
Buildings	3,50,000	3,70,000
Machinery	2,50,000	3,12,500
Stocks	2,00,000	1,50,000
Debtors	1,00,000	75,000
Investments	1,25,000	1,00,000
Cash	25,000	22,500
Goodwill	—	12,500
Prepaid expenses	11,250	15,000
Outstanding incomes	8,750	12,500
	10,70,000	10,70,000

SECTION—C

5. From the following Balance Sheet and Additional Information, you are required to prepare cash flow statement for the year ended 31st December 2013 according to AS-3.

Liabilities	31 st Dec.	31 st Dec.
	2012	2013
	Rs.	Rs.
Share capital	6,00,000	7,00,000
General reserve	6,00,000	6,50,000
P/L A/c	3,00,000	2,50,000
10% Debentures	6,00,000	6,00,000
Sundry creditors	4,00,000	4,50,000
Provision for tax	50,000	75,000
Outstanding expenses	50,000	20,000
Pre-received incomes	40,000	5,000
	26,40,000	27,50,000
Assets	31 st Dec.	31 st Dec.
	2012	2013
	Rs.	Rs.
Buildings	8,00,000	9,50,000
Machinery	6,00,000	7,25,000
Stocks	5,00,000	4,00,000
Debtors	3,00,000	2,50,000
Investments	3,50,000	3,00,000
Cash	50,000	45,000
Goodwill	—	25,000
Prepaid expenses	40,000	55,000
	26,40,000	27,50,000