

**Exam. Code : 108505**  
**Subject Code : 2096**

**B.Com. 5<sup>th</sup> Semester**  
**MANAGEMENT ACCOUNTING**  
**Paper—BCG-503**

Time Allowed—3 Hours] [Maximum Marks—50

**Note** :— Attempt five questions, selecting at least one question from each section. The fifth question may be attempted from any section. Each question carries 10 marks.

**SECTION—A**

1. What is Management Reporting ? Discuss the recent trends in Management Reporting.
2. From the following particulars extracted from the books of XYZ Ltd., compute :
  - (a) Current Ratio
  - (b) Acid test ratio
  - (c) Stock turnover ratio
  - (d) Debtors turnover ratio
  - (e) Creditors turnover ratio

- (f) Average debt collection period (Take 365 days in a year) :

Particulars	1.1.2019 (Rs.)	31.12.2019 (Rs.)
Bills receivable	15,000	30,000
Bills payable	30,000	15,000
Sundry debtors	60,000	75,000
Sundry creditors	37,500	52,500
Stock in trade	48,000	72,000

**Additional information :**

- (i) On 31.12.2019 there were assets – Buildings Rs. 1,00,000; Cash Rs. 60,000; Cash at Bank Rs. 48,000.
- (ii) Cash purchases Rs. 69,000 and returns outwards Rs. 9,000.
- (iii) Cash sales Rs. 75,000 and returns inwards Rs. 3,000.
- (iv) Rate of gross profit 25% on sales and actual gross profit was Rs. 75,000.

**SECTION—B**

3. What is fund flow statement ? Explain its significance and uses.
4. Describe how cash flow statement is different from fund flow statement.

**SECTION—C**

5. How is cost volume profit analysis helpful in managerial decision making ? Discuss.

6. The sales turnover and profit during two years were as follows :

Year	Sales (Rs.)	Profit (Rs.)
2018	1,40,000	15,000
2019	1,60,000	20,000

You are required to calculate :

- (i) P/V ratio
- (ii) Sales required to earn a profit of Rs. 40,000
- (iii) Profit when sales are Rs. 1,20,000.

#### SECTION—D

7. Write a detailed note on Activity Based Costing.
8. What is a transfer price ? Explain the various methods of fixing a transfer price.