

Code: 17E00104

MBA I Semester Regular Examinations December/January 2017/2018

FINANCIAL ACCOUNTING FOR MANAGERS

(For students admitted in 2017 only)

Time: 3 hours

Max. Marks: 60

SECTION – A

(Answer the following: (05 X 10 = 50 Marks))

1 What are the different objectives of accounting?

OR

2 Explain the classification of accounts and also discuss the rules of debit and credit.

3 Prepare a model of Trial Balance of your choice.

OR

4 Enumerate the accounting principles in brief.

5 Describe different methods of valuation of goodwill in brief.

OR

6 What are the limitations of straight line method of depreciation?

7 What are the objectives of preparing cash flow statement?

OR

8 Explain the following:

(a) Leverage ratio.

(b) Profitability ratio.

9 What do you understand by interpretation of financial statements? Explain briefly.

OR

10 Explain the steps involved in preparation of funds flow statement.

SECTION – B

(Compulsory question, 01 X 10 = 10 Marks)

11 **Case Study:**

From the following information prepare a store's ledger accounting under FIFO and LIFO methods.

2-1-2012	Opening stock	2000 units @ Rs. 10 each
7-1-2012	Purchased	1800 units @ Rs. 12 each
12-1-2012	Issued	2400 units
14-1-2012	Purchased	1600 units @ Rs. 12.40 each
16-1-2012	Purchased	600 units @ Rs. 12.80 each
20-1-2012	Issued	1200 units
28-1-2012	Purchased	400 units @ Rs. 13 each
31-1-2012	Issued	400 units
