

Enrollment No: \_\_\_\_\_ Exam Seat No: \_\_\_\_\_

# C.U.SHAH UNIVERSITY

## Winter Examination-2018

Subject Name : Managerial Accounting

Subject Code : 5MS01MAA1

Branch: M.B.A

Semester : 1

Date : 03/12/2018

Time : 02:30 To 05:30

Marks : 70

### Instructions:

- (1) Use of Programmable calculator and any other electronic instrument is prohibited.
- (2) Instructions written on main answer book are strictly to be obeyed.
- (3) Draw neat diagrams and figures (if necessary) at right places.
- (4) Assume suitable data if needed.

### SECTION – I

- Q-1 Attempt the Following questions (07)**
- a. Which items are not dealt in accounting standard 2? 1
  - b. Give any three examples of nominal account 1
  - c. What is meant by contra entry? 1
  - d. Name any two of intangible assets 1
  - e. Give full form of EBT 1
  - f. What is meant by ratio analysis? 1
  - g. Current asset is Rs.1,50,000 & current liabilities is Rs 50,000 find out working capital 1
- Q-2 Attempt all questions (14)**
- (A) Capital employed Rs.9,00,000,8% debenture Rs. 2,00,000, 6% preference share capital Rs. 4,00,000,EBT(PBT) Rs.3,00,000, Income tax rate 50%. Calculate return on capital employed, return on share holder's fund & return on equity share holder fund. 7
- (B) Calculate GP ratio, NP ratio from below information 7  
Sales Rs.5,00,000, Cost of goods sold Rs.2,50,000, Expenses Rs. 50,000 and income tax rate 50%
- OR**
- Q-2 Attempt all questions (14)**
- (A) Give specimen of vertical balance sheet of company 7
- (B) Explain in detail classification of ratios 7
- Q-3 Attempt all questions (14)**
- (A) Provide formulas of profit & loss account and balance sheet ratios 7
- (B) Explain trend analysis and common size statement with imaginary figures 7

**OR**



**Q-3 (A)** Prepare statement showing change in working capital from below data 7

Particulars	2017	2018
Creditors	100	120
Debtors	200	130
Bills payable	300	230
Bills receivable	350	440
Stock	450	540
Cash	550	250
Bank overdraft	250	270
Provision for tax	300	130
Prepaid expenses	350	110
Proposed dividend	150	400

**(B)** Below is the information of Dhara Company Ltd prepare schedule of share capital, reserves & surplus & current assets 7

Authorized capital of equity shares of Rs. 100 each	3,00,000	Profit & loss A/c (cr)	50,000
General reserve	1,00,000	Debtors	17,500
Share forfeiture	5,000	Stock	5,000
Cash	10,000	Share premium	12,500
Issued & Paid up equity capital	2,00,000	Call in arrears	10,000

### SECTION – II

**Q-4** Attempt the Following questions (1 Mark \*7=7) (07)

- a. Name accounting standard 9 1
- b. If cost of machine is Rs. 40,000 having useful life of 5 years find out depreciation as per SLM method 1
- c. State the meaning of window dressing 1
- d. Give any two example of contingent liability 1
- e. State the formula of debt equity ratio 1
- f. What is the full name of IFRS? 1
- g. Name any three subsidiary books 1

**Q-5** Attempt all questions (14)

- (A) Name any three methods of financial statements analysis. Explain any one with imaginary figures 7
- (B) State advantages & limitations of accounting 7

**OR**

- (A) Explain in brief accounting standard 2 7
- (B) Explain accounting standard 1 in detail 7

**Q-6** Attempt all questions (14)

- (A) State the reasons for disagreement in trial balance 7
- (B) Explain errors affecting & not affecting trial balance 7

**OR**

**Q-6** Attempt all Questions

- (A) Below is the Trading account of Mr. A .He had made some mistakes in preparing 7



it. You are required to help him, prepare correct trading account.

Dr.

Cr.

Particulars	Amount	Particulars	Amount
To, Opening Stock	1,00,000	By, Sales	6,00,000
To, Purchase 5,00,000		By, Goods given in charity	30,000
Less: Return Inward 30,000			
-----	4,70,000		
To, Carriage outward	10,000	By, loss due to goods burnt by fire	10,000
To, Wages	20,000	By, Discount received	50,000
To, Return outward	15,000	By, Closing Stock	1,50,000
To, Bad debt	25,000		
To, Gross Profit	2,00,000		
	8,40,000		8,40,000

(B) Pass necessary journal entries in the books of Mr. Kamal

1. Purchase goods Rs. 3,000 @ 10% TD
2. Purchase goods from Mr. Y Rs. 4,500
3. Purchase goods from Mr. Z for cash Rs. 2,500
4. Purchase furniture Rs. 3,500
5. Received goods on credit from Mr. B Rs. 2,000 @ 5% T.D & 3% C.D
6. Mr. C sold us goods Rs. 1,500 we paid half the amount

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