647510 **BBAmacCC6050** **Seat No :________**

B.B.A. Semester - 6 (*CBCS*) Examination

May/June-2021 (OLD COURSE)

MANAGEMENT ACCOUNTING(CORE)

Time: 1:30 Hours **Marks: 42**

Instructions:

1. Figure to the right indicate marks.
2. There are five questions in the question paper.
3. Answer any three of the following questions.

Q.1 Define Management Accounting. Explain Difference Between Management Accounting and Cost Accounting in Detail. (14)

Q.2 The following information relates to Shah Company Ltd. (14)

Years	Sales (Rs.)	Total-cost (Rs.)
2019	2,00,000	2,15,000
2020	3,00,000	2,75,000

From the above mentioned information calculate:

1) Profit-Volume Ratio
2) Fixed Cost
3) Variable Cost in the year 2020
4) Break Even Point(in Rupees)
5) Probable sales when the loss is Rs. 5,000
6) Determine margin of safety when sales is Rs. 3,00,000

Q.3 Bhakti Ltd. Started a new business on January 1, 2020 with a capital of Rs. 40,000. The estimated sales and purchases for the nest 6 months are as under: (14)

Particulars	January	February	March	April	May	June
Purchases(in Rs.)	24,000	40,000	48,000	48,000	52,000	48,000
Sales(in Rs.)	-	32,000	60,000	68,000	68,000	80,000

50% of purchases are paid in the same month; the balance is paid in the next month. 40% sales are on cash basis, the balance is realized in the next month. Manufacturing expenses payable every month will be Rs. 8,000. It has planned to purchase a machine for Rs.12,000 in February payable in same month.

Prepare a Cash Budget for the period of six months ending on June 30, 2020.

Q.4 The Balance Sheets of Nayana Ltd.as on Dec. 31, 2019 and 2020 are as under: (14)

Capital	2019 (Rs.)	2020 (Rs.)	Assets	2019 (Rs.)	2020 (Rs.)
Equity Share Capital	2,00,000	2,25,000	Fixed Assets	3,50,000	4,75,000
Retained Earnings	1,60,000	3,00,000	Merchandise Inventory	1,00,000	95,000
Premium on Shares	-	5,000	Accounts Receivables	43,000	50,000
Accumulated Depreciation	80,000	60,000	Prepaid Expenses	4,000	5,000
			Cash	15,800	10,200
Debentures	60,000	-	Commission on Shares	25,000	20,000
Accounts Payables	37,800	40,200			
	5,37,200	6,55,200		5,37,200	6,55,200

Additional Information:

1) An addition to the fixed assets was made during the year at a cost of Rs. 1,65,000 and fully depreciated machinery costing Rs. 400 was discarded, no salvage value being realized.
2) Depreciation for the year was Rs. 20,000.
3) Income Tax paid was Rs. 40,000.
4) Interim Dividend paid during the year Rs. 20,000.

You are required to prepare a Cash Flow Statement.

Q.5 Explain the Concept of Responsibility Accounting? Discuss the Various types of Responsibility Centers. (14)

****