

SHRIMATHI DEVKUNVAR NANALAL BHATT VAISHNAV COLLEGE FOR WOMEN  
(AUTONOMOUS)  
(Affiliated to the University of Madras and Re-accredited with 'A+' Grade by NAAC)  
Chromepet, Chennai - 600 044.  
B.Com. ISM - END SEMESTER EXAMINATIONS - NOV'2024  
SEMESTER - I  
**24UBICT1001 - Accounting for Managers**

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

**Section B**Answer any **SIX** questions ( $6 \times 5 = 30$  Marks)

- What are accounting concepts? Briefly explain any 5 basic accounting concepts.
- Journalise the following transactions:
  - Purchased goods for cash ₹10,000
  - Purchased stationery for cash ₹500
  - Purchased furniture for cash ₹3,000
  - Sold goods for cash ₹8,000
  - Sold goods to Jane for cash ₹3,000
- Prepare Trading Account of Archana for the year ending 31.12.96 from the following information:

Particulars	₹
Opening stock	80,000
Purchases	8,60,000
Freight Inward	52,000
Wages	24,000
Sales	14,40,000
Purchase Returns	10,000
Sales Returns	3,16,000
Closing stock	1,00,000
Import Duty	30,000

- The sundry debtors on 31<sup>st</sup> Dec.'95 are Rs.40,000. On analysis, it found that debtors for Rs.36,000 are good. The debtors for Rs.3,000 are doubtful and are estimated to realise  $\frac{2}{3}^{rd}$  of the amount and the debtors for Rs.1,000 are bad. Make a provision for doubtful debts. Show the Journal, Profit & Loss A/c and Balance Sheet.
- Prepare Common Size Balance Sheet of Oxford Ltd., from the following information.

Particulars	31.03.18 (₹)	31.03.17 (₹)
Equity Share Capital	16.00	16.00
Preference Share Capital	2.00	2.00
Reserves and Surplus	5.40	4.00
Non-Current Liabilities	14.40	14.00
Current Liabilities	7.20	4.00
Non-Current Assets	30.60	28.00
Current Assets	14.40	12.00

- Mention any 5 differences between Financial and Management Accounting.
- Prepare a Statement showing the effect of the following transactions on Working capital
  - Cash paid to Creditors
  - Cash collected from debtors
  - Sale of stock at profit for cash
  - Bills receivable endorsed to creditors
  - Issue of fully paid bonus shares

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8. From the following compute (a) Current Ratio (b) Quick Ratio

S.No.	Items	Amount (₹)	S.No.	Items	Amount (₹)
1	C. Investments	40,000	7	Short Term Provisions	3,000
2	Inventories	5,000	8	Other Current Liabilities	5,000
3	Trade Receivables	2,000	9	Short-term loans & adv.	4,000
4	Bank Overdraft	20,000	10	Tangible Fixed Assets	1,00,000
5	Trade Payables	2,500	11	Cash & Bank Balance	10,000
6	Prepaid Expenses	2,000	12	Advance Tax	8,000

### Section C

Answer any **THREE** questions ( $3 \times 10 = 30$  Marks)

9. Prepare a bank reconciliation statement from the following data as on 30.11.1994:

- Balance as per pass book as on 30.11.1994 overdrawn Rs.18,408
- Cheques drawn on 30.11.1994 but not cashed till 1<sup>st</sup> Dec. 1994 Rs.6,450; Rs.1,490; Rs.1,852
- Bank overdraft interest charged on 28.11.1994 not entered in cash book Rs.3,220
- Cheques received on 29.11.94 entered in cash book, but not deposited into bank till 31.12.94 Rs.22,644 and Rs.3,460
- Cheque received amounting to Rs.70 entered in the cash book twice
- Bills receivable due on 29.11.94 was sent to bank for collection on 28.22.94 and was entered in cash book forthwith but the proceeds were not credited in bank passbook till 3<sup>rd</sup> Dec 1994 Rs.5,960
- A periodic payment by bank for Rs.160 under standing instruction not entered in cash book
- Cheque deposited on 30<sup>th</sup> Nov 1994 dishonoured but the entry thereof was not made in the cash book Rs.3,780

10. Prepare Trading, Profit & Loss A/c and Balance Sheet from the following Trial Balance of Mr.M.Madan

Debit Balance	₹	Credit Balance	₹
Sundry Debtors	92,000	Madan's Capital	70,000
Plant & Machinery	20,000	Purchase Returns	2,600
Interest	430	Sales	2,50,000
Rent, Rates, Taxes & Insurance	5,600	Sundry Creditors	60,000
Conveyance Charges	1,320	Bank Overdraft	20,000
Wages	7,000		
Sales Returns	5,400		
Purchases	1,50,000		
Opening Stock	60,000		
Madan's Drawings	22,000		
Trade Expenses	1,350		
Salaries	11,200		
Advertising	840		
Discount	600		
Bad Debts	800		
Business Premises	12,000		
Furniture & Fixtures	10,000		
Cash in Hand	2,060		
	4,02,600		4,02,600

Adjustments:

- Stock on hand 31.12.96 Rs.90,000
- Provide depreciation on Premises at 2.5%; Plant & Machinery at 7.5% and Furniture & Fixtures at 10%

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- (iii) Write off Rs.800 as further bad debts
- (iv) Provide for doubtful debts at 5% on sundry debtors
- (v) Outstanding rent was Rs.500 and outstanding wages Rs.400
- (vi) Prepaid insurance Rs.500 and prepaid salaries Rs.700

11. From the following Balance Sheets of Usha Chemicals Ltd., as at 31<sup>st</sup> March, 2018 and 2017, prepare a Comparative Balance Sheet:

Particulars	Note No.	31.03.2018 (₹)	31.03.2017 (₹)
<b>I. EQUITY AND LIABILITIES:</b>			
<b>1. Shareholder's Funds:</b>			
(a) Share Capital		10,00,000	5,00,000
(b) Reserve & Surplus		2,00,000	3,00,000
<b>2. Non-Current Liabilities:</b>			
Long-Term Borrowings		8,00,000	5,00,000
<b>3. Current Liabilities:</b>			
Trade Payables		4,00,000	2,00,000
<b>TOTAL</b>		<b>24,00,000</b>	<b>15,00,000</b>
<b>II. ASSETS:</b>			
<b>1. Non-Current Assets</b>			
Fixed Assets			
(i) Tangible Assets		14,00,000	8,00,000
(ii) Intangible Assets		3,00,000	2,00,000
<b>2. Current Assets</b>			
(a) Inventories		5,00,000	4,00,000
(b) Cash and Bank Balance		2,00,000	1,00,000
<b>TOTAL</b>		<b>24,00,000</b>	<b>15,00,000</b>

12. The following is the summarised income statement of ABC Ltd., for the year ended 31<sup>st</sup> March 2010.

Particulars	Rs.
Sales (including cash sales Rs.20,000)	1,60,000
Less: Operating Expenses including Depreciation	1,00,000
	60,000
Less: Depreciation	20,000
Net Profit before Tax	40,000
Add: Extraordinary Income – Gain on Speculation	10,000
	50,000
Less: Provision for Tax @ 40%	20,000
Net Profit after Tax	30,000

The following additional data is also available for 2009 – 2010

- a) Operating expenses include Loss on Sale of Furniture Rs.4,000
- b) Tax paid during the year 2009 – 2009 Rs.18,000
- c) Current Assets and Liabilities at the end of 2008 – 2009 and 2009 – 2010 were as under

	31.3.2010	31.3.2009
Debtors	16,000	12,000
Stock	13,000	14,000
Creditors	18,000	17,000

You are required to ascertain Net Cash Flow from Operating activities as per AS - 3.

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13. From the following information, make out a statement of Proprietor's Fund with as many Details as possible

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|---|-----------|
| 1. Current Ratio                                      | 2.5       |
| 2. Liquid Ratio                                       | 1.5       |
| 3. Proprietary Ratio (Fixed Assets/Proprietor's Fund) | 0.75      |
| 4. Working Capital                                    | Rs.60,000 |
| 5. Reserves and Surplus                               | Rs.40,000 |
| 6. Bank Overdraft                                     | Rs.10,000 |
| 7. There is no long-term loan or fictitious assets    |           |

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