

Exam. Code : 105403  
Subject Code : 1287

Bachelor in Business Administration (B.B.A.)  
3<sup>rd</sup> Semester (Batch 2022-25)

**MANAGEMENT ACCOUNTING**

Paper : BBA-307

Time Allowed—3 Hours] [Maximum Marks—50

**Note** :—Attempt FIVE questions in all, selecting at least ONE question from each section. The fifth question may be attempted from any section. All questions carry equal marks.

**SECTION—A**

1. What do you mean by Management Accounting ? What are the advantages and limitations of Management Accounting ?
2. How would you distinguish between Management Accounting and Financial Accounting ? Explain the duties of the Management Accountant.

**SECTION—B**

3. What do you mean by Financial Statement analysis ? What are the techniques of financial statement analysis ?

4. From the following information, prepare the Balance Sheet of ABB Ltd. showing the details of working :  
Paid up Capital Rs. 50,000  
Plant and Machinery Rs. 1,25,000  
Total Sales (p.a.) Rs. 5,00,000  
Gross Profit 25%  
Annual Credit Sales 80% of net sales  
Current Ratio 2  
Inventory Turnover 4  
Fixed Assets Turnover 2  
Sales Returns 20% of sales  
Average collection period 73 days  
Bank Credit to Trade Credit 2  
Cash to Inventory 1 : 15  
Total Debt to Current Liabilities 3

**SECTION—C**

5. From the following Balance Sheets of XYZ Co. Ltd., prepare Funds Flow Statement :

(Rs. '000)

Liabilities	2015	2016
Equity Share Capital	600	800
Preference Capital	300	200
General Reserve	80	140
Profit and Loss A/c	60	96
Proposed Dividend	84	100
Creditors	110	166
Bills Payable	40	32
Tax Provision	80	100
	<b>1,354</b>	<b>1,634</b>

**SECTION—D**

(Rs. '000)

Assets	2015	2016
Goodwill	230	180
Land and Buildings	400	340
Plant and Machinery	160	400
Debtors	320	400
Stock	154	218
Bills Receivable	40	60
Cash	30	20
Bank	20	16
	<b>1,354</b>	<b>1,634</b>

**Additional Information :**

- (i) Proposed Dividend made during 2015 has been paid during 2016.
- (ii) Depreciation :
  - (a) Rs. 20,000 on Plant and Machinery
  - (b) Rs. 40,000 on Land and Buildings.
- (iii) Interim Dividend has been paid Rs. 40,000 in 2016.
- (iv) Income-Tax Rs. 70,000 has been paid during 2016.

6. What do you mean by responsibility accounting ? What are the different types of responsibility centers ?

7. What do you mean by Management Reporting ? What is its importance ? What are the different types of Management Reports ?
8. What do you mean by Working Capital Management ? What are the principles of Working Capital Management ?