

Printed Page:-

Subject Code:- BSPGDT101

Roll. No:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

NOIDA INSTITUTE OF ENGINEERING AND TECHNOLOGY, NIET BUSINESS SCHOOL,
GREATER NOIDA

(An Autonomous Institute Affiliated to AKTU, Lucknow)

PGDM

TRIMESTER: I - THEORY EXAMINATION (20 -20)

Subject: Accounting For Managers

Time: 2.5 Hours

Max. Marks: 60

General Instructions:

IMP: Verify that you have received the question paper with the correct course, code, branch etc.

1. This Question paper comprises of three Sections -A, B, & C. It consists of Multiple Choice Questions (MCQ's) & Subjective type questions.

2. Maximum marks for each question are indicated on right -hand side of each question.

3. Illustrate your answers with neat sketches wherever necessary.

4. Assume suitable data if necessary.

5. Preferably, write the answers in sequential order.

6. No sheet should be left blank. Any written material after a blank sheet will not be evaluated/checked.

SECTION-A

15

1. Attempt all parts:-

1-a. Select one option which is NOT a primary user of accounting information.(CO1,K1) 1

- (a) Investors
- (b) Management
- (c) Creditors
- (d) Suppliers

1-b. Following is an example of a real account(CO2,K1) 1

- (a) Cash
- (b) Rent
- (c) Salary
- (d) Bank

1-e. working capital means (CO3,K2) 1

- (a) Fixed Assets
- (b) Current Assets
- (c) Equity
- (d) Long-term debt

1-c. Current ratio of less than 1 indicate(CO4,K2) 1

- (a) The company can meet obligations

- (b) The company may face liquidity problems
- (c) The company is highly liquid
- (d) . The company is highly solvent

- 1-d. Depreciation Means (CO5 ,K1) 1
- (a) method to calculate profit
 - (b) Increase in asset value over time
 - (c) Reduction in asset value over time
 - (d) Depreciation is the reduction in value of an asset over time.

2. Attempt all parts:-

- 2.a. Explain asset.(CO1 K1) 2
- 2.b. Explain trading account. (CO2,K2) 2
- 2.c. Explain current Ratio.(CO3,K2) 2
- 2.d. Explain limitation of WDV method.(CO4,K2) 2
- 2.e. Explain types of working capital (CO5, K20) 2

SECTION-B 15

3. Answer any three of the following:-

- 3-a. Explain the difference between cash and accrual concept of accounting. (CO3, K3) 5
- 3-b. Explain the difference between trial balance and journal. (CO2,K2) 5
- 3.c. Describe the objective of common size statement (co4,k1) 5
- 3.d. Illustrate how forensic accounting help in legal process.(CO 4. K3) 5
- 3.e. Explain the objective of working capital management (CO 5, K3) 5

SECTION-C 30

4. Answer any one of the following:-

- 4-a. Illustrate difference between IFRS and Ind AS in detail (CO1, K2) 6
- 4-b. Explain the relationship between bookkeeping and accounting. (C01 ,K2) 6

5. Answer any one of the following:-

- 5-a. Explain the difference between balance sheet and profit and loss. . (CO2, K2) 6
- 5-b. From the following entries prepare trading and profit and loss account. (CO 2, K5) 6

Stock as on 1-04-2022	5800	Sales	72000
Purchase cash	42000	Return inward	2000
Purchase credit	18000	Interest on investment	1500
Freight inward	1800	Discount received	1200

Wages	4500	Closing stock	7200
Carriage on sale	800		
Telephone charges	1600		
Electricity	1200		
office rent	6000		
salary	8000		
depreciation	1400		

6. Answer any one of the following:-

- 6-a. Explain the following: (C03, K2) 6
a) current ratio
b) D/E ratio
c) Overall profitability ratio (ROI)
- 6-b. From the following information calculate current ratio and quick ratio (CO3, K5) 6

Account receivable	50000
Account Payable	25000
Cash in bank	5000
Stocks	15000
Marketable securities	10000
Account payable	21000
Bank overdraft	15000

7. Answer any one of the following:-

- 7-a. Explain the need of forensic accounting .(CO4,K2) 6
- 7-b. On April 1, 2006, a company purchases machinery worth ` 1,00,000 . On October 1, 2008, it purchased additional machinery worth ` 20,000 and spends ` 2,000 on its erection. The accounts are closed each year on March 31. Assuming the annual depreciation to be 10%, show the Machinery Account for 5 years under the straight line method.(co4,k1). 6

8. Answer any one of the following:-

- 8-a. Illustrate factor affecting working capital management (CO5, K2) 6
- 8-b. Explain the operating cycle concept and inventory conversion concept .(CO5,K2) 6