

F 2305

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Reg. No.....

Name.....

**FIVE YEAR B.Com., LL.B. (HONOURS) DEGREE EXAMINATION
OCTOBER 2022**

Fourth Semester

FC 10—MANAGEMENT ACCOUNTING

(2019 Admissions—Regular/2018 Admissions—Supplementary)

Time : Three Hours

Maximum : 75 Marks

Part A

*Answer any five questions.
Each question carries 3 marks.*

1. What is Horizontal Analysis ?
2. Illustrate a Comparative statement.
3. Write notes on Liquidity Ratios.
4. Mention the significance of Schedule of Changes of Working Capital.
5. How Cash Flow differ from Fund Flow ?
6. State the limitations of Management Accounting.

(5 × 3 = 15 marks)

Part B

*Answer any three questions.
Each question carries 10 marks.*

7. Distinguish between Financial Accounting and Management Accounting.
8. What do you mean by Financial Analysis ? What are its objectives? Explain the procedure of financial analysis.

Turn over

9. From the following particulars, calculate Cash Flows from operating activities:

<i>Particulars</i>	<i>Amount</i>
	Rs.
Cash Sales ...	2,00,000
Cash Purchases ...	50,000
Cash receipt from customers ...	4,00,000
Cash paid to suppliers ...	1,00,000
Trading commission received ...	1,00,000
Trading commission paid ...	25,000
Wages and salaries paid ...	40,000
Rent paid ...	10,000
Manufacturing overheads paid ...	30,000
Administration expenses ...	20,000
Selling and distribution expenses ...	10,000
Income tax paid ...	1,18,000
Insurance proceeds from disaster settlement ...	1,00,000
Income tax refund received. ...	3,000

10. Calculate the creditor's turnover ratio and average debt collection period :

Credit purchases during 2014 ...	1,05,000
Purchase returns ...	5,000
Sale returns ...	4,500
Creditors on 1 st January 2014 ...	20,000
Creditors on 31 st December 2014 ...	10,000
Bills payable on 1 st January 2014 ...	4,000
Bills payable on 31 st December 2014 ...	6,000
Cash sales during the year ...	2,15,000

(3 × 10 = 30 marks)

Part C

*Answer any two questions.
Each question carries 15 marks.*

11. Define Management Accounting. Discuss the nature, scope and characteristics of management accounting.

Work out the following ratios :

- (1) Gross Profit Ratio.
- (2) Net Profit Ratio.
- (3) Operating Ratio.
- (4) Cost Ratios (to cost of Production) :
 - (i) Materials Consumed Ratio.
 - (ii) Labour Cost Ratio.
 - (iii) Production Overhead Cost Ratio.

(2 × 15 = 30 marks)