

Bc/AMD-403

2017

(4th Semester)

COMMERCE

Paper No. : BC-403

(Accounting for Managerial Decision)

Full Marks : 70

Pass Marks : 45%

Time : 3 hours

(PART : B—DESCRIPTIVE)

(Marks : 45)

*The figures in the margin indicate full marks
for the questions*

1. (a) Explain the meaning and functions of
Financial Accounting. 2+7=9

Or

- (b) Explain how financial accounting be
useful for the management. State its
limitations. 5+4=9

L7/404a

(Turn Over)

(2)

2. (a) What do you understand by Management Accounting? Discuss some of the important tools and techniques used in Management Accounting. $2+7=9$

Or

- (b) Discuss the nature and scope of Management Accounting. $4+5=9$

3. (a) What is Break-even Analysis? State the assumptions and limitations of break-even analysis. $1+4+4=9$

Or

- (b) X Ltd. sells 8000 units of its products at a loss of ₹ 16,000. Variable cost per unit is ₹ 12 and total fixed cost is ₹ 48,000. Calculate—
- (i) profit-volume ratio;
 - (ii) the number of units to be sold to earn a profit of ₹ 10,000;
 - (iii) the amount of profit from a sale of 20000 units. $3+3+3=9$

4. (a) What is meant by Analysis of Financial Statement? Explain the different methods used for the analysis and interpretation of financial statements. $2+7=9$

(3)

Or

- (b) From the following information, make out a statement of Proprietor's Fund with as many details as possible :

Current Ratio—2.5

Liquid Ratio—1.5

Proprietary Ratio—0.75

(Fixed Assets/Proprietor's Fund)

Working Capital—₹ 60,000

Reserves and Surplus—₹ 40,000

Bank Overdraft—₹ 10,000

There is no long-term loan or fictitious assets.

9

5. (a) What is management reporting? Explain the various methods of reporting. 2+7=9

Or

- (b) Discuss the various kinds of reports prepared for different levels of management.

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