

DCT's
S.S. Dempo College of Commerce & Economics
St. Cruz, Cujira- Goa
M.A in Tourism & Heritage Management (Semester II) SEE, April 2017
Code: THMC-104

Subject: Accounting for Managerial Decisions

Duration: 2 Hours

Max. Marks: 60

Instructions:

- 1) Answer all the questions
 - 2) Marks are indicated against each question
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1. A Explain the term Accounting. (10 Marks)

OR

1. B. Journalise the following transactions. (10 Marks)

Ajit started business with cash Rs 40000

Paid into bank Rs 2000

Purchased goods for cash Rs 15000

Purchased furniture for cash Rs 5000

Sold goods to Amar on credit Rs 5000

2 A. What are the objectives of Accounting? (10 Marks)

OR

2. B. From the following Trial Balance prepare trading A/c, Profit & Loss A/c and Balance Sheet as on 31st March 2016. (10 Marks)

Particulars	Debit	Particulars	Credit
Debtors	3500	Capital	25000
Opening stock	5000	Creditors	9000
Cash	5600	Sales	17000
Wages	3000		
Bad debts	500		
Furniture	1500		
Depreciation	1500		

Salaries	2200		
Purchase	12500		
Machinery	15700		

Closing stock was valued at Rs 10000.

3. A What are the limitations of Accounting? (10 Marks)

OR

3. B. Calculate the prime cost, factory cost, total cost of production and cost of sale from the following particulars. (10 Marks)

Particulars	Amt	Particulars	Amt
Raw materials consumed	40000	Depreciation : office	500
Wages	10000	Plant	200
Direct expenses	2000	Consumable stores	1000
Oil and waste	100	Managers salary	2000
Wages of foreman	1000	Director fees	500
Storekeepers wages	500	Printing & stationery	200
Electric power	200	Telephone	50
Lighting : Factory	500	Postage & telegram	100
Office	200	Salesman commission	500
Rent: Factory	2000	Travelling expenses	200
Office	1000	Advertising	500
Repairs and renewals: Factory	500	Warehouse charges	350
Machinery	1000		
Office premises	200		

4. A. Who uses accounting data? (10 Marks)

OR

4. B. From the following forecasts of income and expenditure, prepare a cash budget for the months February to April 2016. (10 Marks)

Months	Sales	Purchase	Wages	Manufacturing expenses	Administrative expenses	Selling expenses
2015 Nov.	30000	15000	3000	1150	1060	500
Dec.	35000	20000	3200	1225	1040	550
2016 Jan.	25000	15000	2500	990	1100	600

Feb.	30000	20000	3000	1050	1150	620
March	35000	22500	2400	1100	1220	570
April	40000	25000	2600	1200	1180	710

Additional information :

1. The customers are allowed a credit period of two months.
2. A dividend of Rs 10000 is payable April.
3. The creditors are allowed a credit of 2 months.
4. Lag in payment of all expenses is one month.
5. Balance of cash in hand on 1st February 2016 is Rs 35000.

5. A. What are different types of accounts and their golden rules? (10 Marks)

OR

5. B. Record the following transactions in a single column cash book: (10 Marks)

Year: 2016

- Sep. 01:** Cash in hand (balance b/d) Rs 2,327.
Sep. 02: Paid salaries for the month of August Rs 1,500.
Sep. 05: Cash received from S & Co. Rs 1,360.
Sep. 06: Purchase of goods for cash Rs 700.
Sep. 07: Cash sales for the first week Rs 2,350.
Sep. 10: Paid cash for office furniture Rs 1,540.
Sep. 12: Purchased stationary for cash Rs 85.
Sep. 15: Cash sales for the second week Rs 4,500.
Sep. 17: Cash paid to A & Co. Rs 890.
Sep. 20: Purchased merchandise for cash Rs 1,230.
Sep. 21: Cash sales for the third week Rs 1,200.
Sep. 24: Cash received from S & Co. Rs 1,200.
Sep. 28: Paid office rent Rs 800.
Sep. 30: Cash sales for the last week Rs 3,600

6. A. Explain the fundamental principles of accounting.

OR

6. B. On 30th June 2016 the bank column of Anil's cash book showed a debit balance of Rs 8250. The following transactions led to the difference in balances: **(10 Marks)**

1. Cheques of Rs 8000 were issued, but cheques amounting to Rs 5800 were presented for payment as on 30th June.
2. Out of the total cheques of Rs 6000 sent to bank for collection, cheques worth Rs 4100 were credited as on 30th June.
3. On 28th June a customer directly deposited Rs 3500 into the bank A/c. Entry of which is not made in the cash book.
4. No entry has been made in the cash book for rent of Rs 900 paid by the bank.
5. Interest credited directly into the bank A/c Rs 320 not shown in cash book.
6. Bank charges Rs 40 not shown in cash book.

Prepare bank reconciliation statement.