

PGDM (RM), 2021-23
Financial & Managerial Accounting
RM-102

Trimester – I, End-Term Examination: October 2021

Time allowed: 1 Hour 30 Minutes
Max Marks: 30

Roll No: _____

Instruction: Students are required to write Roll No on every page of the question paper. All instructions on the reverse of the admit card should be followed meticulously.

Sections	No. of Questions to attempt	Marks	Total Marks
A	3 question (or more) with 3 internal choices (1 question + 1 internal choice) for each CILO (Course Intended Learning Outcome) covered.	3*5	15
B	All questions compulsory each for 5 ₃ marks	15	15
			30

Section-A

A1. Transactions of Ramesh for April are given below. Journalize them: **(Marks - 5)(CILO- 1)**

1. Ramesh started business with Rs10,00,000
2. Bought goods for cash Rs 50000
3. Drew cash from bank Rs 10000
4. Sold to Krishna goods on credit Rs 1,50,000
5. Bought from shyam goods on credit Rs 2,25,000
6. Received from Krishna and allowed him discount-Rs 1,45,000 and Rs 5000
7. Paid Shyam cash and discount –Rs 215000 and Rs 10000
8. Cash sales for month –Rs 8,00,000
9. Paid Rent and Paid salary –Rs 50000 and Rs 1,00,000

OR

A1. Re-Draw the Trail Balance

An inexperienced bookkeeper has drawn up a Trial Balance for the year ended 30th June, 2020.

	Debit (₹)	Credit (₹)
Provision For Doubtful Debts	200	-
Bank Overdraft	1,654	-
Capital	-	4,591
Trade payables	-	1,637
Trade receivables	2,983	-
Discount Received	252	-
Discount Allowed	-	733
Drawings	1,200	-
Office Furniture	2,155	-
General Expenses	-	829
Purchases	10,923	-
Returns Inward	-	330
Rent & Rates	314	-
Salaries	2,520	-
Sales	-	16,882
Inventory	2,418	-
Provision for Depreciation on Furniture	364	-
Total	24,983	25,002

A2. Distinguish between:

(Marks - 5)(CILO- 2)

- (1) Money Measurement Concept and matching concept
- (2) Going concern and cost concept

OR

A2. The debt equity ratio of X Ltd. is 0.5: 1. Which of the following would increase/decrease or not change the debt equity ratio?

- (i) Further issue of equity shares
- (ii) Cash received from debtors
- (iii) Sale of goods on cash basis
- (iv) Redemption of debentures
- (v) Purchase of goods on credit

A3. From the following information, prepare a profit and loss account for the year ending March 31, 2014. Rs. Gross profit 60,000 Rent 5,000 Salary 15,000 Commission paid 7,000 Interest paid on loan 5,000 Advertising 4,000 Discount received 3,000 Printing and stationery 2,000 Legal charges 5,000 Bad debts 1,000 Depreciation 2,000 Interest received 4,000 Loss by fire 3,000.

(Marks - 5)(CILO- 3)

OR

A3. From the following balances extracted from the books of M/s Ahuja and Nanda. Calculate the amount of: (a) Cost of goods available for sale (b) Cost of goods sold during the year (c) Gross Profit Rs. Opening stock 25,000 Credit purchases 7,50,000 Cash purchases 3,00,000

Credit sales 12,00,000 Cash sales 4,00,000 Wages 1,00,000 Salaries 1,40,000 Closing stock 30,000 Sales return 50,000 Purchases return 10,000.

Section-B

Compulsory Case Study:

(15 marks)

The following information has been obtained from the records of ABC Corporation for the period from June 1 to June 30.

	<i>On June 1 (₹)</i>	<i>On June 30 (₹)</i>
<i>Cost of raw materials</i>	60,000	50,000
<i>Cost of work-in-process</i>	12,000	15,000
<i>Cost of stock of finished goods</i>	90,000	1,10,000
<i>Purchase of raw materials during June 2020</i>		4,80,000
<i>Wages paid</i>		2,40,000
<i>Factory overheads</i>		1,00,000
<i>Administration overheads (related to production)*</i>		50,000
<i>Selling & distribution overheads</i>		25,000
<i>Sales</i>		10,00,000

PREPARE a statement giving the following information:

- (a) Raw materials consumed;*
- (b) Prime cost;*
- (c) Factory cost;*
- (d) Cost of goods sold; and*
- (e) Net profit.*