

**Paper Name: ACCOUNTING FOR MANAGERS**

**Semester: Ist**

**Question Bank**

Q1. Write short notes on the following:

- a) Key Features of IFRS
- b) Users of Financial Accounting Information
- c) Going Concern Concept
- d) Consistency convention
- e) Debt- Equity Ratio
- f) Elements of Cost

Q2. Differentiate between:

- a) Cost Accounting and Financial Accounting
- b) Accounting concept and conventions.
- c) Marginal Costing and absorption costing

Q3. Answer the following:

- a) What is Cost Control? How is it different from Cost Reduction?
- b) Give a brief description of the procedure of issuing accounting standards in India.

Q4. Prepare Journal Entries, Ledger and Trial Balance for the following:

- a. Started business with Cash Rs.2, 00,000
- b. Purchased Goods from Amit Suppliers on credit of Rs.1, 50,000.
- c. Deposit Cash in to Bank Rs. 25,000
- d. Sold goods to Dynamic Traders Pvt. Ltd. of Rs. 1,30,000
- e. Received a cheque of Rs. 1, 27,000 from Dynamic Traders Pvt. Ltd.
- f. Issued a cheque of Rs. 1, 00,000 as a partial payment to Amit Suppliers.

Q5. Write short notes on the following:

- a) Money Measurement Principle
- b) Salient features of Accounting Standard-1
- c) Qualitative characteristics of accounting information
- d) Business Entity concept
- e) Convention of conservatism
- f) Advantages of double entry system of accounting

Q6. Differentiate between:

- a) Financial Accounting and Management Accounting
- b) Accrual and Cash basis of Accounting

Q7. Answer the following:

- a) Give a brief description of the procedure of issuing accounting standards in India.
- b) State the various types of cost on the basis of Managerial Decisions.

Q8. Prepare Journal Entries, Ledger and Trial Balance for the following:

On April 01, 2016 Anees started business with Rs. 100,000 and other transactions for the month are:

- 2. Purchase Furniture for Cash Rs. 7,000.
- 8. Purchase Goods for Cash Rs. 2,000 and for Credit Rs. 1,000 from Khalid Retail Store.
- 14. Sold Goods to Khan Brothers Rs. 12,000 and Cash Sales Rs. 5,000.
- 18. Owner withdrew of worth Rs. 2,000 for personal use.
- 22. Paid Khalid Retail Store Rs. 500.
- 26. Received Rs. 10,000 from Khan Brothers.
- 30. Paid Salaries Expense Rs. 2,000

Q9. What are the relevant consideration involved in the cost benefit analysis of make or buy decision?

Q10. Explain the treatment of intangible assets and proposed dividend for the preparation of Cash flow statement.

Q11. Discuss in detail the various elements of costs relevant for decision making.

Q12. The limitations of financial accounting have made management to realize the importance of cost accounting. Explain?

Q13. Write a short note on trend percentage analysis.

Q14. Write a short note on Zero Based Budgeting.

Q15. "Reducing cost is an imperative of an emerging competitive environment." Discuss.

Q16. Sunk costs are irrelevant for decision making. Comment.