

MMS/D06
Accounting for managers
Paper Cp -106

Time : 3 Hours

MM:70

Note: Attempt five questions in all. Q. No.1 is compulsory. All questions carry equal marks.

- 1 Short answer questions :
 - (a) 'What is separate entity concept?
 - (b) What is price - earnings ratio?
 - (c) What is zero-base budgeting?
 - (d) State the importance of accounting standards.
 - (e) What is accounting equation?
 - (f) What is dividend yield?
 - (g) What is difference between fixed cost and sunk cost?
- 2 What is Financial Accounting? Bring out its importance and limitations.
- 3 Explain the different ways in which costs can be classified. .
- 4 What do you mean by Budget and Budgetary Control? Explain the essential pre-requisites of successful Budgetary Control System.
- 5 What is Depreciation? Why should it be provided ? Explain various methods of providing depreciation.
- 6 What is Cash Flow Statement? Discuss how it is prepared according to AS-3 (revised).
- 7 Company budgets a production of 5,00,000 units at a variable cost of Rs. 20 each. The fixed costs are Rs. 20,00,000. The selling price is fixed to yield 25% on cost. You are required to calculate :