

SJHS GUJARATI INNOVATIVE COLLEGE OF COMMERCE AND SCIENCE

CCE-2018-19

M.COM III SEM

ACCOUNTING FOR MANGERIAL DECISIONS

SUBMITTED TO: Prof. Jyoti Bathra

SUBMISSION DATE: 10th Oct, 2018

All Questions are compulsory

Q1. Management Accounting is called “Accounting as a tool of Management”. What are these tools? Also discuss briefly the functions and scope of Management Accounting.

Q2. What is meant by ‘Analysis of Financial Statement’? Discuss its objects and limitations.

Q3. From the following Balance Sheets, prepare a Schedule of Changes in working Capital and Funds Flow Statement:

Liabilities	2007	2008	Assets	2007	2008
	Rs.	Rs.		Rs.	Rs.
Share capital	400000	450000	Fixed Assets	610000	720000
P & L A/c	---	70000	Investments	50000	130000
General Reserve	200000	210000	Current Assets	240000	375000
Debentures	240000	350000	Discount on Shares	10000	5000
Current Liabilities	120000	150000	P & L A/c	50000	---
	960000	1230000		960000	1230000

Additional Information:

- Depreciation charged on fixed assets was Rs. 60000.
- A machine of the book value of Rs. 40000 was sold for Rs. 30000.

Q4. The Balance Sheets of Super Machine Ltd. as at 31st March, 2008 and 2009 are as under:

Liabilities	2008	2009	Assets	2008	2009
	Rs.	Rs.		Rs.	Rs.
Share capital	50000	70000	Building	50000	80000
P & L A/c	10000	15000	Plant	8000	12000
General Reserve	5000	8000	Stock	5000	7500
Creditors	15000	19000	Debtors	20000	15000
Bills Payable	4000	5000	Cash	2000	3000
Outstanding Exp.	1000	500			
	85000	117500		85000	117500

Additional Information:

- During The year depreciation of Rs. 5000 on building and of Rs. 2000 on plant has been charged.
- A piece of plant was sold for Rs. 800 during the year. It costed Rs. 1200 and depreciation of Rs. 700 was provided on it.

Prepare cash Flow Statement.

Q5. Define Responsibility Accounting. Discuss the steps involved in Responsibility Accounting.