

VI Semester B.B.M. Examination, June/July 2011
MANAGEMENT ACCOUNTING

Time : 3 Hours

Max. Marks : 80

SECTION – A

Answer **any five** questions. **Each** question carries **2** marks. **(2×5=10)**

1. a) Define double entry system of book-keeping.
- b) What is public accounting ?
- c) What are financial statements ?
- d) Define networking capital.
- e) Define profit centre.
- f) What is break-even point ?

SECTION – B

Answer **any four** questions. **Each** question carries **5** marks. **(4×5=20)**

2. Differentiate between transaction and events.
3. What are characteristics of sole proprietorship ?
4. Write a short note on accounting equation.
5. How are cashflows classified in a statement of cashflows ?
6. Distinguish between financial accounting and management accounting.

SECTION – C

Answer **any five** questions. **Each** question carries **ten** marks. **(5×10=50)**

7. Describe basic accounting concepts and its application.
8. What are the elements of financial statements ? Explain in brief, the recognition criteria of elements of financial statements.

P.T.O.

9. Discuss the techniques of analysing financial statements.
 10. 'Fixed cost are variable per unit while variable costs are fixed per unit'. Comment.
 11. Explain absorption costing. What are the features that distinguish marginal costing from absorption costing ?
 12. What is variance analysis ? Explain the significance of variances.
 13. Define capital budgeting. Explain the various techniques of evaluating capital budgeting projects.
 14. Explain ratios and its importance in understanding a financial statement better.
-