2012

Time : 3 hours
Full Marks : 80

Candidates are required to give their answers in their own words as far as practicable.

The questions are of equal value.

Answer any four questions in which Q. No. 1 is compulsory.

1. [A] Choose the correct option from four given multiple choices :

(a) Trading and Profit and Loss A/c is prepared :
   (i) On a particular date
   (ii) For the whole year
   (iii) For a particular period
   (iv) All of the above

(b) Nominal Account is related to :
   (i) Assets of all kinds
   (ii) Losses and gain
   (iii) Persons, companies and gains
   (iv) None of the above

AP – 3/3  (Turn over)
(c) Reserve for bad debts is made on:
   (i) Bad debts
   (ii) Debtors
   (iii) Creditors
   (iv) Fixed Assets

(d) Adjustment's closing stock is:
   (i) Credited to Trading Account
   (ii) Shown on the asset side of Balance Sheet
   (iii) Both (i) and (ii)
   (iv) None of the above

(e) Who of the following is said to be the father of Book Keeping?
   (i) Batliboi
   (ii) Carter
   (iii) Lucas Pacioli
   (iv) Edward Jones

[B] Fill in the blanks with the most suitable of the words given in brackets:

(f) Prepaid expense is shown on the _____ side of the Balance Sheet.
    (Assets/Liability)

AP - 3/3

(2) Contd.
(g) Purchase account is ______ . (Real/
Nominal)
(h) Ledger has two ______ . (Sides/Debit)
(i) One who gives loan is called ______ .
(Debtor/Creditor)
(j) Goodwill is a/an ______ . (Asset/
Liability)

2. Explain Marginal Cost and Marginal Costing? How Marginal Costing is different from Standard Costing?

3. What do you understand by Cost Sheet? How it is prepared? Discuss its objectives.

4. The following figures are available from the record of ABC Enterprises as on 31st March:

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
<th>2011</th>
</tr>
</thead>
<tbody>
<tr>
<td>(Rs. in lakh)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sales</td>
<td>160</td>
<td>210</td>
</tr>
<tr>
<td>Profit</td>
<td>40</td>
<td>50</td>
</tr>
</tbody>
</table>

Calculate:
(a) P/V ratio and total fixed cost.
(b) Break-Even Sales.
(c) Sales required to earn a profit of Rs. 80 lakhs.

AP – 3/3 (3) (Turn over)
5. You have gathered the following information in respect of a product 'X':

- Standard output: 1,400 units
- Actual Output: 1,200 units
- Standard Qty.: 1,200 kg
- Actual Qty.: 1,100 kg
- Standard Price: Rs. 8 per kg
- Actual Price: Rs. 8.50 per kg

Calculate the following:

(a) Material Cost Variance (MCV)

(b) Material Price Variance (MPV)

(c) Material Usage Variance (MUV)

6. Clearly explain and differentiate with suitable examples between Income and Expenditure Account and Receipt and Payment Account.

7. Explain the following:

(a) Cost-Volume-Profit Analysis

(b) Classification of Cost

(c) Margin of Safety

(d) Variance Analysis

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AP – 3/3 (100) (4) MGT/S-1/III/12 (103)