

**INDIAN INSTITUTE OF MATERIALS MANAGEMENT
&
KARNATAKA STATE OPEN UNIVERSITY**

**MBA (SUPPLY CHAIN MANAGEMENT)
SEMESTER-1 EXAMINATION: MAY 2012**

PAPER CODE: MB02

**SUBJECT: ACCOUNTING AND FINANCE FOR
MANAGERS**

Time: 3 Hours

Max. Marks: 75

SECTION-A

Answer the following questions Each Carries 2 Marks. (2x5=10)

- 1.a) What is Trading Block ?
- b) What is Internet Banking?
- c) Define Monopoly.
- d) What is cash flow ?
- e) Mention Types of Costs.

SECTION – B

Answer any five questions .Each carries Six Marks (6x5=30)

- 1. Explain the errors not disclosed in Trial Balance.
- 2. Briefly explain role of Financial Institutions in “Indian Economy.
- 3. Explain Types Financial Markets.
- 4. Write short notice on world bank Agencies.
- 5. Distinction between Fund Flow and cash flow statements.
- 6. Write short notes on method of depreciation.
- 7. Explain Methods of Financial analysis.

SECTION –C

Answer any two questions. Each carries 10marks

(2X10=20)

1. Differentiate between cash and Accrual system of accounting
2. Explain pricing in different market conditions.
3. Explain the following
 - a) Types of unemployment.
 - b) Trend analysis.
 - c) Methods of costing
 - d) Current ratio.
4. The operating profit of ABC Ltd after charging interest on debentures and taxes is a sum of Rs. 22,000. The amount of interest charged is 5,500 and provision for tax is Rs.8,800.
Calculate the interest charges coverage ratio.
5. Explain role of Banks in Indian Economy.

SECTION-D

Answer any one question

(1X15)

13. From the following prepare Trading, Profit & Loss account and Balance sheet of XYZ Ltd as on 31.03.2012

	Debit	Credit
Capital		1,25,000
Drawings	10,000	
Machinery	60,000	
Computer	25,000	
Sales		3,10,000
Purchases	2,25,500	
Sundry Debtors	88,400	
Sundry Creditors		24,500
Cash on Hand	9,510	
Bank Balance	22,590	
Salaries	12,000	
Staff Welfare Exp	6,500	
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	4,59,500	4,59,500
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Closing stock as on 31.03.2012 was Rs.10,000/-

14.Pass Journal entries for the following transactions :

- a) Paid salaries of Rs.5000 by cash
- b) sold goods to A on Credit for Rs.10,000
- c) Purchased goods on Credit from B for Rs.8,000
- d) Received Loan from Raman a sum of Rs,10,000 by cheque
- e) Paid Rs.5,000 to A by cheque.