

NAIPUNNYA BUSINESS SCHOOL (NBS)
FIRST SEMESTER MBA I INTERNAL EXAMINATION OCTOBER 2024
ACCOUNTING FOR MANAGERS(BUS1C08)

Time:1 hour 30 min

Maximum:30 marks

Part A

Answer all questions
Each question carries 2 marks

1. Explain the accrual concept in accounting. L1; CO1
2. What is the business entity concept? L2; CO2

Part B

Answer any two questions.
Each question carries 4 marks

3. What is the purpose of a profit and loss account? How does it differ from a trading account? L1; CO1
4. Explain the process of preparing a trading and profit and loss account with relevant examples. L4; CO1
5. Explain the difference between a journal and a ledger, with examples. L1; CO2
6. Discuss the business entity concept and its importance in accounting. L3; CO2

Part C

Answer any one question
Each question carries 8 marks

7. Prepare a Trial Balance from the following information as on 31st March 2024:

Cash:	₹20,000
Bank:	₹1,00,000
Capital:	₹3,00,000
Sales:	₹4,00,000
Purchases:	₹2,00,000
Machinery:	₹1,50,000
Creditors:	₹50,000
Wages:	₹40,000
Rent:	₹20,000
Debtors:	₹60,000

L5; CO2

8. What are the key objectives of accounting standards? Provide examples of two commonly followed accounting standards in India. L5; CO2

Turn Over

Part D
Compulsory question
10 Marks

9. Explain the difference between the Profit and Loss Account and the Balance Sheet. How do these two statements complement each other in providing a complete picture of a company's financial performance and position? L4; CO2
