

MAHARASHTRA ANIMAL AND FISHERY SCIENCES UNIVERSITY, NAGPUR
SEMESTER END THEORY EXAMINATION, B. Tech. (D.T.)

Semester	: VIII (V Dean)	Academic Year	: 2021-2022
Course No.	: DBM-810	Course Title	: Financial Management and Cost Accounting
Credits	: 2+1=2	Total Marks	: 50
Day & Date	: Wednesday, 01/06/2022	Time	: 02.30 hrs

- Note :** 1) All questions from **Section 'A'** are compulsory.
2) Solve **Any Three** questions from **Section 'B'**.
3) Draw neat and well labelled diagram wherever necessary.

SECTION – 'A'

Q. 1 A) Choose the most appropriate answer from the options given below. (05)

- i) The only feasible purpose of financial management is
 - a) Wealth Maximization
 - b) Sales Maximization
 - c) Profit Maximization
 - d) Assets maximization
- ii) Which ratio is considered as safe margin of solvency?
 - a) Liquid ratio
 - b) Quick ratio
 - c) Current ratio
 - d) None of these
- iii) Management accounting deals with
 - a) Quantitative information
 - b) Qualitative information
 - c) Both a) and b)
 - d) None of these
- iv) Tender is an
 - a) Estimation of profit
 - b) Estimation of cost
 - c) Estimation of units
 - d) Estimation of selling price
- v) Fixed cost per unit increases when
 - a) Variable cost per unit increases
 - b) Variable cost per unit decreases
 - c) Production volume increases
 - d) Production volume decreases

B) Define the following terms. (05)

- i) Liability
- ii) Accountancy
- iii) Interest rate
- iv) Storekeeping
- v) Idle time

Q. 2 A) State True or False. If false, rewrite the statement after making necessary corrections. (05)

- i) Time value of money indicates that money obtained today is worth more than a unit obtained in future.
- ii) Debit equity ratio is a part of short term solvency ratio.
- iii) Overall profitability ratio is based on investment.
- iv) Dairy industry use batch costing for the manufacturing of dairy products.
- v) Normal loss in the manufacturing process leads to increase in unit price of other goods.

(P.T.O.)

- B) Answer the following (05)
- i) State methods of preparation of balance sheet.
 - ii) What is management accounting?
 - iii) What is trial balance?
 - iv) Give the full form of FIFO.
 - v) What is working capitals?

SECTION - 'B'

- Q. 3 A) Explain the importance of balance sheet in industrial organizations. (05)
B) Explain the double entry system of book keeping. State different accounting records. (05)
- Q. 4 A) Explain the application of ratio analysis in decision making process of the organization. (05)
B) What is remuneration plan and explain it in details. (05)
- Q. 5 A) Explain the classification of capital expenditure and revenue expenditures. (03)
B) Explain in brief various determinants of working capital. (03)
C) What is depreciation? Enlist different methods. Explain any one method of estimation. (04)
- Q. 6 A) What is reconciliation statement? State its use. (03)
B) Write in details on purchase procedure "Tendering". (03)
C) Explain component-wise costing method of dairy products manufacturing. (04)
- Q. 7 Classify the cost in detail on the basis of their behavior. (10)
