

**MASTER OF ARTS
(TOURISM MANAGEMENT)**

Term-End Examination

December, 2016

**MTM-005 : ACCOUNTING AND FINANCE FOR
MANAGERS IN TOURISM**

Time : 3 hours

Maximum Marks : 100

*Note : (i) Attempt **any five** questions in about **600** words each.
(ii) All questions carry **equal** marks unless otherwise specified.*

1. Why finance is considered as the "backbone of any business" ? Explain in detail. Elaborate with relevant examples from real time businesses. 20
2. Explain the uses of funds and factors affecting fund requirement for a large size tourism e-commerce organisation. 20
3. Explain the linkages between Balance Sheet and Profit and Loss Statement. Prepare a proforma of Profit and Loss A/c and Balance Sheet as per the latest Indian Companies Act. 20
4. Write short notes on **any two** of the following :
 - (a) Utility of marginal costing 10x2=20
 - (b) Absorption costing
 - (c) Budgetary control

5. Mention three broad elements of costs and explain in detail. Elaborate the various methods and techniques of costing. 20
 6. What do you understand by the term 'budget' ? Explain the classification of budget. 20
 7. Explain the factors affecting the dividend decisions. 20
 8. Explain the different methods used for calculating depreciations. 20
 9. What is working capital ? Explain the determinants of working capital. 20
 10. What are the methods of appraisal for evaluating investment proposals ? Explain. 20
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