

**M.Sc. IN LEATHER GOODS AND  
ACCESSORIES DESIGN (MSCLGAD)**

**Term-End Examination**

**December, 2015**

**MFW-054 : MANAGEMENT STUDIES - I**

*Time : 3 hours*

*Maximum Marks : 70*

---

**Note :** *Answer seven questions in all. All questions carry equal marks. Two questions are compulsory from each section.*

---

---

**SECTION A**

**(Fundamentals of Management)**

1. What is recruitment ? How is it different from selection ? What are the steps involved in the selection process ? Explain it. 10
  
2. What do you mean by controlling ? What are the steps involved in any good controlling system ? 10
  
3. Define management. Why is F.W. Taylor known as the father of scientific management ? 10

## **SECTION B**

### **(Economics)**

4. What is perfect competition market ? How is it different from monopoly market ? Draw the demand and revenue curves of perfect competition. 10
  
5. What is demand ? Explain the law of demand. What are the causes behind the downward sloping demand curve ? 10
  
6. What is national income ? How many methods are there to calculate national income ? Explain the expenditure method to calculate national income with steps and precautions. 10

## SECTION C

### (Accounts)

7. Prepare the accounting equation from the following : 10

- (a) Business was started with a capital of ₹ 2,00,000.
- (b) Machinery was rented and paid ₹ 10,000.
- (c) Furniture purchased on credit ₹ 9,000.
- (d) General expenses of ₹ 6,000 was paid.
- (e) Company charged ₹ 40,000 as consulting fees from a customer.
- (f) Salaries of ₹ 8,000 for the month were paid.

8. Pass the journal entries for the following : 10

- (a) Received cash ₹ 2,000 for bad debt written- off last year.
- (b) Goods worth ₹ 8,000 given as charity.
- (c) Invested in shares of HMT Ltd. for ₹ 2,000.
- (d) Prepaid rent of ₹ 10,000.
- (e) Sohan returned goods worth ₹ 2,000.

9. Rectify the following statements :

10

- (a) Goods purchased from Mani of ₹ 300 passed through Sales book.
  - (b) ₹ 1,000 being purchase return were posted to the Purchase account.
  - (c) Sales day book was undercast by ₹ 1,500.
  - (d) ₹ 320 received from P was posted to the credit of R.
  - (e) Depreciation on plant and machinery was wrongly recorded as ₹ 750 instead of ₹ 950.
-