

**MASTER OF BUSINESS ADMINISTRATION
(NETWORK INFRASTRUCTURE
MANAGEMENT)
(MBANIM)**

Term-End Examination

December, 2011

**MCR-002 : ACCOUNTING AND FINANCE FOR
MANAGERS**

Time : 3 hours

Maximum Marks : 100

Note : Attempt any five questions. All questions carry equal marks.

1. Outline the need for accounting concepts. 20
Describe the major accounting concepts and conventions with the help of appropriate examples.

2. What do you mean by 'financial statement analysis' ? Why is such exercise undertaken ? 20
How does funds flow and cash flow analysis help in financial statement analysis ?

3. Define the meaning and importance of working capital. How is it worked out ? State briefly the various methods of working capital management. 20

4. Briefly state the process of budgeting in an organisation. How can this process be refined by introducing Zero Base Budgeting ? 20
5. State the various theories of dividend decision and their underlying philosophy. Which one of these would you advocate and why ? 20
6. Describe the role, goal and functions of a finance manager. What is the objective of financial management ? 20
7. (a) Differentiate between 'absorption costing' and 'marginal costing' with the help of a suitable example. 10
- (b) From the following data, compute - 10
- (i) Contribution
 - (ii) p/v Ratio
 - (iii) Break-even point
 - (iv) Margin of safety and
 - (v) Units to be sold to earn a profit of 3 lac rupees :
- Fixed cost per annum = Rs. 6 lacs.
Variable cost per unit = Rs. 100
Selling Price per unit = Rs. 250
Units sold per annum = 5000 units

8. Write short notes on *any two* of the following : 10+10
- (a) Investment Appraisal Methods.
 - (b) Capital Structure Decision.
 - (c) Solvency Ratios.
 - (d) Standard Costing Technique.
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