

MMPC-004

**Master of Business Administration (MBA)/ Master of Business Administration (Online) MBA(OL) / Master of Business Administration (Banking and Finance) (MBF)/ Master of Business Administration(Financial Management) (MBAFM)/ )/ Master of Business Administration(Human Resource Management) (MBAHM)/ Master of Business Administration(Marketing Management) (MBAMM) Master of Business Administration(Operations Management) (MBAOM)Post Graduate Diploma in Financial Management (PGDIFM)**

**ASSIGNMENT**

**For**

**July 2023 and January 2024 Sessions**

**MMPC-004: Accounting For Managers**

**(Last date of submission for July 2023 session is 31<sup>st</sup> October, 2023 and for January 2024 sessions is 30<sup>th</sup> April, 2024)**



**School of Management Studies**

**INDIRA GANDHI NATIONAL OPEN UNIVERSITY**

**MAIDAN GARHI, NEW DELHI – 110 068**

## ASSIGNMENT

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Course Code	:	MMPC-004
Course Title	:	Accounting For Managers
Assignment Code	:	MMPC-004/TMA/JULY/2023
Coverage	:	All Blocks

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**Note:** Attempt all the questions and submit this assignment to the coordinator of your study centre. Last date of submission for July 2023 session is 31<sup>st</sup> October, 2023 and for January 2024 sessions is 30<sup>th</sup> April, 2024.

1. During the current year AB Ltd. Showed a profit of Rs. 1,80,000 on a sale of Rs. 30,00,000. The variable expenses were Rs. 21,00,000. You are required to calculate:
  1. The break even sales at present.
  2. The break even sales if variable cost increased by 5%.
  3. The break even sales to maintain the profit as at present, if the selling price is reduced by 6 per cent.
2. XYZ Ltd. Is currently working at 50% capacity and produces 10,000 units. At 60% capacity raw material cost increased by 2% and selling price falls by 2 percent. At 80% capacity raw material cost increased by 5% and selling price falls by 5%. At 50% capacity the product costs Rs. 180 per unit and is sold at Rs. 200 per unit. The unit cost of Rs. 180 comprises the following.

Particular	Rs.
Material	100
Wages	30
Factory overheads	30 (40% fixed)
Administrative Overheads	20 (50% fixed)

Prepare a marginal cost statement showing the estimated profit of the business when it is operating at 60% and 80% of capacity.

3. Explain the following
  - (a) Business Entity Concept
  - (b) Accrual Concept
  - (c) Dual Aspect Concept
  - (d) Cash and Cash equivalents
4. Explain the various Financial Statements. Which are parts of the Annual Report. How can Notes to the accounts help in better understanding of financial statements?
5. What is Human Resource Accounting? How it is used as management decision tool.