

Duration: 3 Hours

Total Marks: 80

N.B.:-

1. Question No.1 is compulsory
2. Solve any three out of remaining questions
3. Assume suitable data if required and mention it clearly
4. Figures to right indicate full marks



- Q1 A] Explain various sources of short term finance. 5
 B] Explain meaning of utility and marginal utility. 5
 C] Write short note on-Fiscal Policies 5
 D] Explain concept of Micro-Economics and Macro-Economics. 5

- Q2 A] Explain law of demand. Explain relation between law of demand and law of diminishing marginal utility. 10
 B] Calculate Prime Cost, Factory Cost, Cost of production, Total Cost and profit from following data:- 10

Direct Materials	Rs 20000
Direct Labour	Rs 5000
Direct Expenses	Rs 600
Factory Expenses	Rs 1600
Administrative Expenses	Rs 1200
Selling Expenses	Rs 400
Sales	Rs 40000

- Q3 A] Define Money. Explain various functions of money. 10
 B] With respect to marginal costing explain following:- 10
 i. Fixed Cost
 ii. Variable Cost
 iii. Contribution
 iv. P/V ratio
 v. Break Even Point

- Q4 A] With respect to capital market explain following:- 10
- Primary market
 - Secondary market
 - Role of SEBI
- B] Following is the Trial Balance of Shrish Company prepare Trading account and Profit and Loss account for the year 2016-17 10

Particulars (Year 2016-17)	Dr. Rs.	Cr. Rs.
Sales & Purchase Returns	8,000	3,000
Carriage Inward	4,000	
Carriage Outward	6,000	
Opening Stock	1,55,000	
Drawings	25,000	
Purchases & Sales	10,75,000	15,00,000
Wages	1,05,000	
Salaries & Adm. Expenses	1,30,000	
Cash & Bank Overdraft	12,000	15,000
Sundry Debtors & Creditors	4,27,000	2,40,000
Rent & Taxes	20,000	
Insurance	18,000	
Miscellaneous Assets	2,00,000	
Bills receivable and payable	1,50,000	2,00,000
Machinery Repairs	15,000	
Factory Expenses	8,000	
Plant Machinery & Capital	6,00,000	10,00,000
Total	29,58,000	29,58,000

Adjustment:

- Closing Stock as on 31st March, 2017 is Rs 2,60,000
- Depreciation 12% on Plant & Machinery and Miscellaneous Assets
- Insurance is prepaid by Rs 3,000
- Due wages Rs 6,000
- Overpaid Salary Rs 5,000

- Q5 A] Explain concept of double entry and fundamental principles associated with it. 10
 B] From following particulars compute: 10
 a. Material Cost Variance
 b. Material Price Variance
 c. Material Usage Variance

Quantity of Material Purchased	3000 Units
Value of Materials Purchased	Rs 9000
Standard Quantity of Materials required per tonne of output	30 units
Standard rate of materials	Rs 2.50 per unit
Opening Stock of Material	Nil
Closing Stock of Material	500 Units
Output during the period	80 tonnes

- Q6 A] Trial Balance 5
 B] Ledger 5
 C] Standard Costing 5
 D] Treatment of Overheads 5
