

21-12-13

(3 Hours)

[Total Marks : 100

- N. B. :** (1) **Question No. 1 is compulsory.**
 (2) Attempt any **four** questions from **question No. 2 to 7.**
 (3) **All** questions carry **equal** marks.

1. (a) Define the following:— 10
 (i) Technological Innovation
 (ii) Knowledge and Technology
 (iii) Process Innovation
 (iv) Product Innovation
 (v) Innovation strategy.
 (b) Explain in brief creative accounting and Double Entry Book Keeping System. 10
2. (a) What is meant by depreciation? What are the depreciation methods? Explain straight line method with suitable numerical values. 10
 (b) Edward and Hipson's Ltd. purchased a machine for Rs. 60,000 on 30.6.2009 and installed on the same date. The installation charges were Rs. 4000. They adopted reducing balance method for depreciating the machine at 10% p.a. on 31st December 2011, they decide to change the method of depreciation to fixed installment method with retrospective effect from 30 June 2009. The fixed installment of annual depreciation was fixed at Rs. 6,400. The difference is to be adjusted through the profit and loss account of 2011. Presume that the accounts are closed every year on 31st December. Show Machine Account and Depreciation Account for the said period. 10
3. (a) Explain the s-curve model and technological improvement. 10
 (b) Define and discuss the features of Profit and Loss Account, Balance Sheet and cash flow statement. 10
4. (a) Explain the role of technology in wealth creation process. 10
 (b) Journalise the following transaction in the books of Naina 2007. 10
 January 1 Naina started business with cash Rs. 15,000
 Jan 3 Purchased goods on credit Rs. 1,000 at 10% trade discount from Lalita
 Jan 7 Sold goods to Rekha on credit Rs. 800 at 5% trade discount.
 Jan 12 Paid salaries Rs. 2,000.
 Jan 16 Goods destroyed by fire Rs. 400.
 Jan 20 Received cash from Sudhir Rs. 500.
 Jan 25 Goods distributed as free samples Rs. 200.
 Jan 29 Interest paid Rs. 80.
 Jan 31 Income tax paid Rs. 600.

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5. (a) What do you mean by Finance? Explain the importance of Financial Accounting and Management Accounting for a firm in a competitive market. 10
- (b) What do you mean by cost accounting. Explain in brief the Activity Based Costing. 10
6. (a) What are the effects of technology on growth and development of business organisation. 10
- (b) Explain different types of voucher with suitable examples. 10
7. Write short notes on:- 20
- (a) Inventory pricing.
 - (b) Partnership and Limited companies.
 - (c) Why balance sheet balances.
 - (d) Frog's process of implementing innovative strategy.
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