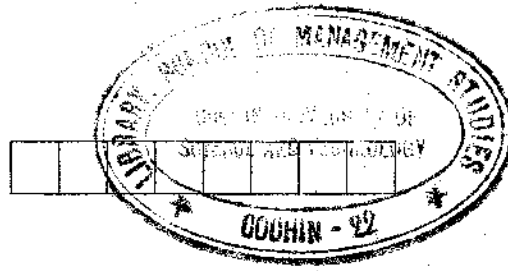


MBA.II/05.16.0403

Reg. No.



A

**MBA (FT) / MBA (IB) / MBA (PT) DEGREE II SEMESTER EXAMINATION
MAY 2016**

SMS 2205 / SMI 2205 / SMP 2204 MANAGEMENT ACCOUNTING
(Regular and Supplementary)

Time: 3 Hours

Maximum Marks: 50

PART A
(Answer *ALL* questions)

(5 × 2 = 10)

1. What is Bin card?
2. What is the relationship between Cost accounting and Management accounting?
3. Define BEP. How is it calculated?
4. What is labour cost variance?
5. Define functional budget. Give the list of important functional budgets.

PART B
(Answer *ANY FIVE* questions)

(5 × 4 = 20)

6. Define Cost Sheet. Give its format.
7. What is Rowan plan of incentives?
8. The annual consumption of a material is 6000 quintals. Cost of materials per quintal is ₹1200 and carrying cost is 10%. Cost of placing an order is ₹100. Calculate the EOQ. Also calculate the number of orders to be placed during the year.
9. Write notes on:
(i) Idle Time (ii) Time Booking.
10. What is abnormal loss in Process Costing? How is it accounted in books?
11. Briefly explain the situations under which Marginal Costing technique is applied.
12. Write notes on:
(i) Escalation clause (ii) Work uncertified.
13. What is absorption of overheads? Give a brief account of Machine Hour Rate method.

(P.T.O.)

PART C(Answer *ANY TWO* questions)

(2 × 10 = 20)

14. A product passes through two processes. The output of process I forms the input of process II and the output of process II is transferred to the store. The quantity of raw materials introduced into process I is 20,000 Kgs. @ ₹10 per Kg. The cost and output data for the month under review are as under;

Particulars	Process I	Process II
Other direct materials	₹20,000	₹10,000
Direct labour	₹25,000	₹25,000
Production overhead	₹15,000	₹18,000
Normal loss	5%	2%
Output (Kg)	18,500	17,800

You are required to prepare the Process Accounts.

15. Define Budgetary Control. Explain the important steps for the installation of Budgetary Control in a manufacturing firm.
16. What is Variance Analysis? Explain the reasons for Material Cost Variance.

