MBA Degree (FT & PT) II Semester End Semester Examination-June 2022 21-372-0205/21-372-0204: Management Accounting

(Regular)

Time: 3 Hours

Max Marks: 50

Course Outcomes: On completion of the course, the student will be able to:

Cour	se Outcomes. On completion of the course
CO1	Recall the basic concepts and terms related to cost and management accounting process, cost control techniques, and performance evaluation measures.
CO2	Understand the context and purpose of management accounting and appreciate the statements of changes in financial position by recognising their strengths and weaknesses.
CO3	Interpret scenarios in cost management decisions based on the understanding of the different contents delivered with examples and cases.
CO4	Analyse the real business scenarios with established management accounting principles and cost control techniques.
CO5	Critically evaluate various principles and techniques of management accounting in finance and cost control
CO6	Develop new ideas and alternative choices for future financial decisions in a fast changing business environment.

BL – **Bloom's Taxonomy**: (L1- Remember, L2 - Understand, L3 – Apply, L4-Analyse, L5-Evaluate, L6-Create)

PART A
(Answer ALL questions. Each question carries 2 marks)

Q. No.	Questions	Marks	BL	co
1	Define chargeable expenses in costing system.	2	1	1
2	List out the steps involved in budgetary control system	2	2	2
3	Distinguish between traditional costing and marginal costing.	2	3	3
4	Profit after Tax of a firm is Rs. 52,000. Depreciation Rs. 40,000; Goodwill written off Rs. 30,000 and Gain on sale of plant Rs. 35,000. Compute funds from operations.	2	3	2
5	Financial managers need to set 'attainable standards' but not 'ideal standards'. Why?	2	4	4

(5X2=10 marks)

PART B

(Answer ANY FIVE Questions. Each question carries 4 marks)

Q. No.	Questions	Marks	BL	CO
6	Costs may be classified according to their nature and a number of other characteristics. Discuss the statement while classifying costs.	4	2	2
7	Differentiate between fund flow and cash flow statements. Depict the adjustments, which are needed to compute cash from operations from funds from operations.	4	3	3
8	Write short notes on: a. Explicit budgeting b. ZBB c. Budget Centre d. Sliding scale budgeting	4	1	2
9	The following data are obtained from the records of a company:			
	Year 1 Year 2			
	Sales (Rs.) 160,000 200,000	4	4	4
	Profit (Rs.) -10,000 10,000			
	Calculate Break Even Point. Also estimate profit at the sales level of Rs. 250,000.	*		
10	The following figures relate to the production of 100,000 units for the month of April 2021 was extracted from the record of a factory. Opening stock of finished goods (10000 units) Rs. 90,000		,	
	Purchase of raw material Rs. 514,200			
	Direct wages Rs. 210,000			
	Factory overhead 100% of wages	4	3	3
and the control of th	Administration overhead Re. 1 per unit			
	Selling & distribution overhead 10% of sales			
	Closing stock 20000 units			
	Sales (90,000 units) Rs. 13,20,000			
The second defendable of the second	Prepare a cost sheet for the month April 2021 assuming that sales are made on the basis of FIFO principle.			

11	Alloy metals Ltd from its records standard material	For making 10	llowing information kg of Alloy, the			
	Material	Quantity (Kg)	Rate per Kg			
	A	8	6			
	В	4	4			,
		12		4	4	4
	During April 202 The actual consum	0, 1000 Kg of All option of material	lloy were produced. was as under:			
	Material	Quantity (Kg)	Rate per Kg			
	A	760	7			
	В	500	5			
		1260				
	Calculate: a) Musage variance a	laterial price varia				

(4x5=20 marks)

PART C
(Answer ANY TWO questions. Each question carries 10 marks)

Q No.	Questions	Marks	BL	СО
13	Critically examine the uses of financial accounting system for business firms. In what way management accounting information system is different from financial accounting system.	10	4	4

	1st April 2021 and it requires you to create an estimate of cash position in respect of three months from April to June 2021,							
	from the info	ormation giv				Anna et juliane	in plant and the page of the p	The state of the s
		Sales	Purchase	Wages	Expenses	And the second	The state of the s	
	February	700,000	400,000	80,000	60,000	T 1800 1 10 10 10 10 10 1		-All Projections of Astronomy Company
	March	800,000	500,000	80,000	60,000			
	April	920,000	520,000	90,000	70,000	10	5	The second of th
	May	1000,000	600,000	100,000	80,000			with wealth and some same
	June	1200,000	550,000	120,000	90,000	The state of the s		
	Additional	Additional Information :						
	(a) Period of	(a) Period of credit allowed by suppliers - two months.						
	(b) 25 % of customer for							
	(c) Delay in payment of wages and expenses one month.(d) Income Tax Rs. 250,000 is to be paid in June 2020.							To the man and a second
5	X Ltd manufacturing two products furnishes the following data for a year.							
	Produc	Annu output (u		Machine ours	Total number purchase orde		Total num of set up	
	A	5000) 2	0000	160		20	
	В	6000	0 12	0000	384		44	
	The annual overheads are as follows:							
	Volume related activity costs Rs. 550,000							
		Rs. 820	Rs. 820,000					
	Set up relate		Purchase related costs Rs. 618,000					
		ited costs	13.01					epartical more automorphisms for high
		e overhead		and the same of th	h Product			de acción à mome de descriptions (le series