

Roll No.

Total No. of Pages : 03

Total No. of Questions : 17

M.Com. (Sem.-2)

MANAGEMENT AND COST ACCOUNTING

Subject Code : MCOP-202-18

M.Code : 75932

Date of Examination : 06-07-22

Time : 3 Hrs.

Max. Marks : 60

INSTRUCTIONS TO CANDIDATES :

1. SECTION-A contains EIGHT questions carrying TWO marks each and students have to attempt ALL questions.
2. SECTION-B consists of FOUR Subsections : Units-I, II, III & IV. Each Subsection contains TWO questions each carrying EIGHT marks each and student has to attempt any ONE question from each Subsection.
3. SECTION-C is COMPULSORY and consist of ONE Case Study carrying TWELVE marks.

SECTION-A

Write short notes on the following :

1. Explain three limitations of financial accounting.
2. What is break-even-point?
3. How standard costing differ from budgetary control?
4. Define P/V ratio.
5. Discuss in detail benefits of standard costing.
6. Define trend analysis.
7. Discuss the significance of debt equity ratio.
8. What do you mean by cash flow statement?

SECTION-B

UNIT-I

9. Define cost accounting. Discuss in detail the objectives, advantages and disadvantages of cost accounting. Discuss in detail classification of cost accounting on various basis. Explain with the help of example how to prepare cost sheet?
10. Discuss in detail with the help of example methods of wage payment.

UNIT-II

11. Define the concept of budgetary control. Discuss in detail objectives of budgetary control and essentials of an effective budgetary control system. How to prepare sales budget explain with the help of example. Describe the advantages and disadvantages of budgetary control. Discuss in detail the zero base budgeting.
12. The following data is obtained from the books of manufacturing concern :

	Men	Women
Number in the standard gang	24	14
Standard rate per hour	Rs. 8	Rs. 7
Number in the actual gang	18	16
Actual rate per hour	Rs. 9	Rs. 6

During a week, 2 hour were lost due to power failure and work was actually done for 40 hours. Calculate labour mix variance and idle time variance.

UNIT-III

13. Define the modern concept of management accounting. Discuss in detail the nature, scope and importance of management accounting. How Management Accounting differ from cost accounting?
14. Discuss in detail conflict in profit verses value maximization principle. Describe the advantages and disadvantages of profit verses value maximization. Discuss in detail the role of management accountant in decision making.

UNIT-IV

15. What is the purpose of ratio analysis? Explain with the help of example, how to calculate activity, current and growth ratios?
16. Discuss in detail advantage and limitations of cash flow statement and fund flow statement. What is the purpose of preparing a cash flow statement? How it is prepared? Explain with the help of example.

SECTION-C

17. A Company producing two products X and Y faces the problem of labour shortage. Maximum labour hours available in a month are 10,000 hours. The following other information is available :

	Product X (Rs)	Product Y(Rs)
Material Cost	6.00	6.00
Direct Labour Cost		
10 hours @Re 1.00	10.00	
5 hours @ Re 1.00		5.00
Variable Overheads	4.00	2.00
Fixed overheads	5,000	5,000
Selling price	30.00	20.00

Show which product is more profitable. Give proof in support of your answer.

NOTE : Disclosure of Identity by writing Mobile No. or Making of passing request on any page of Answer Sheet will lead to UMC against the Student.