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**B.B.A. (Part - II) (Semester - III) Examination, November - 2017**  
**COST AND MANAGEMENT ACCOUNTING (Paper - I)**  
**Sub. Code : 43937**

**Day and Date : Wednesday, 01 - 11 - 2017**

**Time : 12.00 noon to 02.00 p.m.**

**Total Marks : 40**

- Instructions :** 1) All questions are compulsory.  
2) Figures to the right indicate full marks.

**Q1)** What is meant by Management Accounting? Discuss the scope of Management Accounting. **[14]**

**OR**

From the following particulars prepare a Cash Budget for the quarter ended June 2014.  
(Amount in Rs.)

Month	Sales	Overheads	Wages	Purchases
January - 14	30,000	3,200	1,500	20,000
February - 14	40,000	3,200	1,200	15,000
March - 14	25,000	5,000	1,800	18,000
April - 14	30,000	1,500	1,600	22,000
May - 14	40,000	3,750	1,400	24,000
June - 14	20,000	4,500	1,200	18,000

**Additional Information**

- 10% of Sales are on Cash Basis. Credit Sales are collected 50% in the same month and 50% in the following month.
- Overheads are paid one month in arrears.
- Wages are paid half month in arrears.
- Purchases are paid one month in arrears.
- Opening balance of cash is expected to be Rs. 6,000.

**P.T.O.**

**Q2)** Write short answers (Any two)

- Distinguish between Management Accounting & Cost Accounting.
- Following data is available regarding Product 'PQR'

Particulars	Rs. Per Unit
Selling Price	50
Material Cost	20
Labour Cost	10

Fixed Costs for Production are

Particulars	Amount (Rs.)p.a.
Manufacturing Overheads	1,75,000
Administration Overheads	45,000
Selling Overheads	40,000

Compute following

- BEP in units
  - BEP in value (Rs.)
  - What is the expected level of sales if profit of Rs. 75,000 is desired.
- c) From the data given below, calculate for Products A & B.
- Material Cost Variance
  - Material Price Variance
  - Material Usage Variance

Product	Standard Quantity (units)	Standard Price (Rs.)	Actual Quantity (units)	Actual Price (Rs.)
A	1,050	2.00	1,100	2.25
B	1,500	3.25	1,400	3.50

- d) Define Budgetary Control. Explain advantages of Budgetary Control.

**Q3)** Write Short Notes (2 out of 4)

- Decision Making under Break Even Analysis.
- Advantages & Limitations of Standard Costing.
- Functional Budgets.
- Functions of Management Accounting.

