

Seat No.	
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B.B.A. (Part - II) (Semester - III) Examination, April - 2015**COST AND MANAGEMENT ACCOUNTING (Paper - I)****Sub. Code : 43937**

Day and Date : Friday, 24 - 04 - 2015

Total Marks : 40

Time : 3.00 p.m. to 5.00 p.m.

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

Q1) What do you understand by Management Accounting. State and explain any four functions of Management Accounting. [14]

OR

Royal Plastics sales 5 different type of Buckets with identical purchase cost & selling price. The company is trying to find out the profitability of opening another store which will have the following expenses & revenues-

Particulars	Amount (Rs.) per unit
Selling Price	30.00
Variable Cost	19.50
Salesman Commission	1.50
Total Variable Cost	21.00

Annual fixed expenses are	Amount (Rs.)
Rent	60000
Salaries	200000
Advertising	80000
Other fixed exp.	20000
Total Fixed Cost	360000

Required:

- a) Calculate annual BEP in units & value (Rs.)
- b) Determine the profit or loss if 35000 buckets are sold
- c) In order to earn a profit of Rs. 90000; what should be the level of sales? (In Rs.)

P.T.O.

Q2) Write short answers (Any two):

- Distinguish between Management Accounting & Financial Accounting.
- From the following information prepare Cash Budget for the quarter ending September 2014

Balance estimated in June is Rs. 28,000

Time lag in payment of wages is one month.

Overheads are paid half a month in arrears

Advance tax to be paid in month of sept. Rs. 2,000

Salaries are paid in the same month.

Sales are 80% on credit which are realized half in the same month and remaining in the following month of sales.

Suppliers allow one month credit

Further, detailed information is provided

Month	Sales	Wages	Salaries	Overheads	Purchases
May - 14	50000	4000	9000	3500	25000
June - 14	60000	5000	11000	3500	28000
July - 14	55000	4500	11000	3500	30000
August - 14	68000	4500	12000	4000	32000
September - 14	72000	5000	12000	4000	32000
October - 14	60000	5000	12000	4000	34000

- Define Standard Costing. What are the Advantages & Limitations of Standard Costing.
- What do you understand by Budgetary Control. Explain objectives of Budgetary control.

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

- a) Master Budget
- b) Setting of Standards
- c) Break Even Analysis
- d) Scope of Management Accounting

