



0334

Third Semester of (Five Year) B.B.A.LL.B. Examination, January 2012
COST AND MANAGEMENT ACCOUNTING

Duration : 3 Hours

Max. Marks : 100

- Instructions:** 1. Answer all 5 questions.
2. **One** essay type and short note question or problem from **each** question have to be attempted, which is referred as Part (a) and Part (b).

UNIT – I

- Q. No. 1. (a) Cost per unit of article A is Rs. 50 at a capacity level of 5000 units the details are given below. For a variation upto 25% in capacity above and below this level the individual expenses vary as indicated below.

Marks : 15

	Cost in Rs. at 5000 units level	Degree of variability
Material	35,000	100%
Labour	15,000	100%
Expenses	2,000	80%
Repairs and Maintenance	3,000	75%
Stores	1,000	100%

OR

What you mean by functional budgets ? Discuss any four such budgets.

- (b) Write a short note on :

Marks : 5

Prepare a production budget for 3 months ending 31, 2005, for a factory producing four products on the basis of the following information.

Type of Product	Estimated stock on Jan. 1, 2005	Estimated sales during Jan.-March 2005	Desired closing stock on 31st March 2005
A	2,000	10,000	3,000
B	3,000	15,000	5,000
C	4,000	13,000	3,000
D	3,000	12,000	2,000

OR

What are the advantages of Budgetary control.

P.T.O.

**UNIT – II**

Q. No. 2. (a) Describe briefly the procedure of establishing standard cost within the division of material labour and overheads.

Marks : 15

OR

Distinguish between :

- a) Budgetary control and standard costing.
- b) Standard cost and estimated cost.

(b) Write a short note on :

Marks : 5

Define and explain the concept of 'standard cost' and 'standard costing'.

OR

Variable cost and Fixed Cost.

UNIT – III

Q. No. 3. (a) Data relating to a job are as thus

Marks : 15

Standard rate of wages per hour	Rs.10
Standard Hours	300
Actual rate of wages per hour	Rs. 12
Actual hours	200

You are required to calculate

- i) Labour cost variance
- ii) Labour rate variance
- iii) Labour efficiency variance

OR

From the following information compute :

- a) Mix
- b) Price



c) Usage variance

Materials	Standard		Actual	
	Qty. in kgs.	Price per kg.	Qty.in kgs	Priceperkg.
A	10	2.00	5	3.00
B	20	3.00	10	6.00
C	20	6.00	15	5.00

(b) Explain :

Marks : 5

- a) Volume variance
- b) Expense variance
- c) Efficiency variance

OR

Explain the meaning of 'variance analysis' and describe its significance.

UNIT – IV

Q. No. 4. (a) Explain the Cost Audit rules (report) 1996.

Marks : 15

OR

What is meant by uniform costing ? Write the advantages and limitations of uniform costing.

(b) Discuss the requisites of inter-firm comparison.

Marks : 5

OR

What are the functions of Cost Audit ?

UNIT – V

Q. No. 5.(a) Write the objectives, advantages and limitations of management audit.

Marks : 15

OR

What are the steps in social audit Program ?

(b) Write a short note on :

Marks : 5

Distinguish between management audit and cost audit.

OR

What are the limitations of Social Audit ?
