



**Third Semester Five Year B.B.A., LL.B. (Hons.) Examination, June/July 2012**  
**COST AND MANAGEMENT ACCOUNTING**

Duration : 2½ Hours

Max. Marks : 70

- Instructions:** 1. Answer all the 5 Questions.  
 2. **One** essay type and **one** short note question from **each unit** have to be attempted, which is referred as part (a) and (b) in all the units.

**UNIT – I**

- Q. No. 1. (a) From the following data, prepare a flexible budget for production of 40,000 units and 75,000 units distinctly showing variable cost and fixed cost as well as total cost. Also indicate element wise cost per unit as follows

Marks : 9

Particulars	Rs.
Direct material	95
Direct labour	50
Production overhead (variable)	40
Production overhead (fixed)	05
Administration overhead (fixed)	05
Selling overhead (10% fixed)	10
Distribution overhead (20% fixed)	15

OR

What do you mean by functional budgets ? Discuss any five such budgets.

- (b) Distinguish between fixed budget and flexible budget.

Marks : 5

OR

Write short note on budgetary control.

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**UNIT – II**

Q. No. 2. (a) What do you understand by the following in the context operating a standard cost ?

Marks : 9

- i) Ideal standard
- ii) Average standard
- iii) Attainable standard.

OR

What are the advantages and limitations of standard costing ?

(b) Distinguish between :  
Standard cost and estimated cost

Marks : 5

OR

Distinguish between standard costing and budgetary control.

**UNIT – III**

Q. No. 3. (a) Calculate overhead variances from the following data :

Marks : 9

	<b>Standard</b>	<b>Actual</b>
Fixed overheads (Rs.)	8,000	8,500
Variable overheads (Rs.)	12,000	11,200
Output in units	4,000	3,800

OR

Explain the following concepts :

- a) Volume variance
- b) Yield variance
- c) Material mix variance
- d) Overhead variance.

(b) Write short note on :  
Labour efficiency variance

Marks : 5

OR

Material cost variance.



#### UNIT – IV

Q. No. 4. (a) Give the provision of Indian Companies Act 1956 with respect to appointment, rights and responsibilities of a cost auditor.

Marks : 9

OR

Define uniform costing. Give its advantages and limitations.

(b) Write short note on :

Marks : 5

Interfirm comparison

OR

Types of cost audits.

#### UNIT – V

Q. No. 5. (a) Explain the types of audits.

Marks : 9

OR

What are the steps in social audit programme.

(b) Write short note on :

Marks : 5

Advantages of management audit.

OR

Distinguish between cost audit and management audit.

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