



**Third Semester Five Year B.B.A. LL.B. Examination, December 2013**  
**COST AND MANAGEMENT ACCOUNTING**

Duration : 3 Hours

Max. Marks : 100

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

**UNIT – I**

Q. No. 1. (a) What is budget ? Explain the objectives of budgetary control. Marks : 15

OR

The expenses budgeted for production of 10000 units in a factory are flourished below :

	<b>Per Unit (Rs.)</b>
Materials	70
Labour	25
Variable overheads	20
Fixed overheads (Rs. 1,00,000)	10
Variable expenses (Direct)	5
Selling expenses (10% fixed)	13
Distribution expenses (20% fixed)	7
Administration expenses (Rs. 50,000)	5
	<b>155</b>

Prepare a budget for production of 6000 units and 8000 units.

(Administration expenses are fixed for all levels of production).

(b) Distinguish between standard costing and budgetary control. Marks : 5

OR

Explain the different types of budgets.

P.T.O.


**UNIT – II**

Q. No. 2. (a) Explain the advantages and disadvantages of Standard Costing.

Marks : 15

OR

Explain the different setting standards.

(b) Distinguish between standard cost and estimated cost.

Marks : 5

OR

Advantages of standard costing.

**UNIT – III**

Q. No. 3. (a) The following information is available from the records of a factory.

Marks : 15

	<b>Budget</b>	<b>Actual</b>
Fixed overhead in June	Rs. 10,000	Rs. 12,000
Production in units in June	2000	2100
Standard time per unit in hours	10	–

Calculate : Fixed overhead cost invariance, expenditure variance, volume variance.

OR

From the following particulars calculate material cost, material price and material usage variance.

	<b>Standard</b>	<b>Actual</b>
Quantity of materials	500 kg	450 kg
Price of materials	Rs. 6 per kg	Rs. 8 per kg

(b) What do you mean by variance analysis ?

Marks : 5

OR

Explain overhead variance. What is historical costing ?



**UNIT – IV**

Q. No. 4. (a) What is uniform costing. Explain the advantages and disadvantages of uniform costing.

Marks : 15

OR

What is interfirm comparison ? Explain the advantages and disadvantages.

(b) Explain types of cost audit ?

Marks : 5

OR

Mention general features of cost accounting records.

**UNIT – V**

Q. No. 5. (a) Define management audit. State advantages and limitations of managerial audit.

Marks : 15

OR

Explain the advantages, disadvantages social audit.

(b) Explain social audit report.

Marks : 5

OR

Distinguish between cost audit and management.

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