VC – D -25/09/2014 – Management Accounting – SYBBI – Sem III – 75 – 2 ½ Hrs – [redacted]

Note: 1. All Questions are compulsory
2. Figures to right indicate full

Q.1.A]Multiple choice questions : (5)

1. cash balance is ______________.

a) current asset b)Intangible Asset c)Fictitious Asset d)Fixed Asset

2.Current Asset includes____________.

a)Investment(long terms) b)Inventory c)Goodwill d)preliminary expenses.

3.As_______deals with disclosure of accounting policies.

a)2 b)4 c)11 d)1

Audit report is addressed to ___________.

a)Employee b) shareholders c)Auditor d)Director

5.Directors report is addressed to ____________.

a)Shareholders b)Directors c)Auditors d)Employee

B] State whether the following statement are True or false. (5)

a) Cost of cotton for an textile industry is considered as Direct cost.

b) Cost of milk used in Ice-cream is considered as variable cost.

c)Cash flow Statement is to be prepared as per AS-8.

d)Deprecation is a non- cash cost

e)Marginal cost is considered as a base for decision making.

C]Match the following. (5)

A	B
1)Carriage Inward	a)Factory overheads
2)Depreciation on plant	b)Work-In-Process
3)Semi-finished goods	c) Variable cost
)Salesman salary	d) Non Quick Assets
) Stock	e) Selling and Distribution expenses
	f)Fixed cost

.2]variable cost =Rs.18,000

Fixed cost = Rs. 9,000

ales = Rs.30,000

ind Out:

Profit volume ratio

Break-Even-Point Sales

Margin of safety

d)Profit when sales is Rs.36,000

e)Sales required to earn a profit of Rs. 6,000.

OR

Q.2] From the following particulars you are required to calculate (15)

a)Break Even point for sales in units and Amount

b) Profit volume ration

c) Margin of safety in units and amount for both the years.

d)Profit when sales are Rs. 60,000.

Year	Sales (Rs.)	Sales (units)	Profit (Rs.)
2010	72,000	7200	5,400
2011	84,000	8400	7,800

Q.3] Parikh and company has the following budget for the year 2007-2008

Sales 20000 units @Rs. 20 per unit

Variable cost Rs. 2,00,000

Fixed Cost Rs. 80,000

From the above set of information, Find out:

a)the adjusted profits for 2007-2008, if the following two sets of changes are introduced and also suggest w
plan shall be implemented:

Plan Y	Plan Z
• Increase in price 20%	* decrease in price 20%
• Decrease in volume 15%	*Increase in volume 15%
• Increase in variable cost 10%	*Decrease in variable cost 10%
• Increase in fixed cost 5%	*Decrease in fixed cost 5%

OR

Q.3]A] Distinguish Between direct cost and Indirect cost. (8)

B] What is the role of M.I.S? (7)

Q.4] Present the following information to show

1)Profit resulting from each of the following mixtures.

Particulars	Product	Price per unit(Rs.)
Direct Materials	X	20
Direct Material	Y	18
Direct wages	X	6
Direct wages	Y	4
Sales Price	X	40
Sales Price	Y	30

Fixed expense Rs. 800

Variable expenses are allotted to the products as 100% of indirect wages.

Sales Mixture:

(a)200 units of product X and 400 units of product Y

(b)300 units of product X and 300 units of product Y

(c) 400 units of product X and 200 units of product Y

OR

Q.4]A] Explain the benefits of cost Audit to company and to consumers.

B]Explain need and different levels of management with chart. (7)

Q.5] Short Notes on: (any 3)

a) Nature of management Accounting

b) Auditors Report

c) Classification of costs

d) Benefits of cost Audit to company Management