Re exam | ATKT

VC-D - 25/3/15 - SYBBI Sem III – Management Accounting – 75 Marks – 2 ½ Hrs -

Q.1 A) Say True or false (5)

1. Management Accounting is a decision- making system.
2. "Minimize the risk & maximum the profits" is the aim of management accounting.
3. Annual report is prepared under partnership Act.
4. Role of treasure is an "outside" in approach.
5. Purchase of raw material is indirect cost

B) Match the following (5)

Group A	Group B
1. MIS	a. Liquidity Ratio
2. Quick Ratio	b. Accounting Policies
3. Depreciation	c. Computer Based Management
4. Office Rent	d. Sales (-) variable cost
5. Contribution	e. Fixed cost
	f. $\frac{\text{Contribution}}{\text{Sales}} \times 100$

C) Multiple choice question

1. Audit report is addressed to ________
   a. Directors b. Shareholder c. Employees
2. Cash Balance is ________ Asset
   a. Permanent b. Current c. fictitious
3. As ________ deals with disclosure of accounting policies.
   a. 2 b. 1 c. 11
4. MIS stands for ________.
   a. Management Inquiry system b. Main Inquiry system c. Management Information system
5. Current Assets include ________
   a. Investment b. Goodwill c. Inventory

) From the following particular you are required to calculate

i) P/V ratio ii) Break-even point for sales in units& amounts

iii) M in units & amounts

Year	Sales	Profit	Units
2012	2,40,000	18,000	24,000
2013	2,80,000	26,000	28,000

OR

Sales Rs 2,00,000, Variable Cost Rs 1,20,000, Fixed Cost Rs [illegible], Profit Rs [illegible]

Find out:

1. P V Ratio
2. BEP
3. MOS
4. Profit when sales is Rs.2, 40,000
5. Sales to earn profit of Rs 40, 000

Q 3 A) Plains & Checks Ltd. has the following budget for the year 2010-11

Sales 1,00,000 units at the rate of Rs 20	
Variable Cost	Rs 10,00,000/-
Fixed Cost	Rs 4,00,000/-
Net Profit	Rs 6,00,000/-

From the above information, find out: The adjusted profits for 2010-11 if the following two sets of changes are introduced and also suggest which plan shall be implemented.

Plan X	Plan Y
1. Increase in Price 20%	1. Decrease in Price 20%
2. Decrease in Volume 25%	2. Increase in Volume 25%
3. Increase in Variable Cost 10%	3. Decrease in Variable Cost 10%
4. Increase in Fixed Cost 5%	4. Decrease in Fixed Cost 5%

OR

A) What are the functions of Management Accounting?

B) Explain the nature of Management Accounting?

Q.4. A) Present the following information to show clarifies to Management.

1. Marginal product cost & contribution per unit.
2. Total contribution & profits resulting from each of the following mixtures.

Particulars	Product	Price P.U (Rs)
Direct Material	A	10
Direct Material	B	09
Direct Wages	A	03
Direct Wages	B	02

Fixed expenses Rs.800

Variable expenses are allotted to the product as 100% of direct wages.

Particulars	Product	Price P.U (Rs)
Sales Price	A	20
Sales Price	B	15

Sales Mixture:

a) 100 units of product A & 200 units of B

b) 150 units of product A & 150 units of B

c) 200 units of product A & 100 units of B

OR

A) Explain the importance of financial statement?

B) What are the objectives of cost Audit?

Write short note on (Any Three)

1. Auditors Report
2. MIS
3. Qualification of cost auditor
4. Functions of "Treasure"