MANAGEMENT PROGRAMME (MP) Term-End Examination December, 2023

MS-43: MANAGEMENT CONTROL SYSTEMS

Time: 3 Hours Maximum Marks: 100

Weightage: 70%

Note: (i) Attempt any **five** questions.

- (ii) All questions carry equal marks.
- Explain the nature and purpose of management control. Identify various critical components of management control and discuss their influence on the behaviour in the organization.
- 2. Explain the interface between strategies and management control. Discuss the concept of Radical Performance Improvement (RPI) and analyse the role of management control system in implementing radical performance improvement.

- 3. What are 'Responsibility Centres'? Why are they established? Explain in detail the various types of responsibility centres.
- 4. What are the various forms of 'Inter-Company Transfer'? Discuss the Arm's length principle and explain its application in Inter-Company Transfer.
- 5. Define 'Investment Centre'. Explain the overall performance measures used to determine the performance of investment centres. Discuss their relative merits and demerits.
- 6. What is 'Performance Measurement'? Explain the various types of metrics used for performance measurement and identify the purpose for which they are being used.
- 7. Explain the following:
 - (a) Enterprise Resource Planning
 - (b) Business Process Reengineering
- 8. What are the characteristics of service organisations? Explain the risk characteristics of 'Banks' and discuss the role of management control system in containing these risks.