

Bachelor of Commerce

B.Com

CHOICE BASED CREDIT SYSTEM

BCOE – 142: MANAGEMENT ACCOUNTING

ASSIGNMENT

2022-2023

Valid from 1st January 2023 to 31st December 2023

Sixth Semester



School of Management Studies

Indira Gandhi National Open University

Maidan Garhi, New Delhi -110068



**BACHELOR OF COMMERCE
CHOICE BASED CREDIT SYSTEM
BCOE – 142: MANAGEMENT ACCOUNTING
ASSIGNMENT: 2022-23**

Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment in this Course. The assignment has been divided into three sections. Section A Consists of long answer questions for 10 marks each, Section B consists of medium answer questions for 6 marks each and Section C consists of short answer questions for 5 marks each.

Assignment is given 30% weightage in the final assessment. To be eligible to appear in the Term-end examination, it is compulsory for you to submit the assignment as per the schedule. Before attempting the assignments, you should carefully read the instructions given in the Programme Guide.

1. Those students who are appearing in December 2023 Term End Examination they have to submit latest by in 15th October 2023.
2. Those students who are appearing in June 2023 exams. They have to submit the same latest by 15th March 2023.

You have to submit the assignment of all the courses to the Coordinator of your Study Centre.

TUTOR MARKED ASSIGNMENT

COURSE CODE	:	BCOE-142
COURSE TITLE	:	MANAGEMENT ACCOUNTING
ASSIGNMENT CODE	:	BCOE-142/TMA/2022-23
COVERAGE	:	ALL BLOCKS

Maximum Marks: 100

Note: Attempt all the questions.

Section – A

- 1) Differentiate between Management Accounting and Cost Accounting. **(10)**
- 2) What are the financial statements? How far are they useful for decision-making purposes? **(10)**
- 3) From the following financial statements, calculate return on capital employed. **(10)**

Profit and Loss Account for the year ended 31.3.2020

	Rs.		Rs.
To Cost of goods sold	3,00,000	By Sales	5,00,000
To Interest on Debentures	10,000	By Income from Investment	10,000
To Provision for Taxation	1,00,000		
To Net Profit	1,00,000		
	5,10,000		5,10,000

Balance Sheet as on 31.3.2020

Liabilities	Rs.	Assets	Rs.
Share Capital	3,00,000	Fixed Assets	4,50,000
Reserves	1,00,000	Investments in Govt. Bonds	1,00,000
10% Debentures	1,00,000	Current Assets	1,50,000
Profit and Loss a/c	1,00,000		
Provision for Taxation	1,00,000		
	7,00,000		7,00,000

- 4) What do you mean by Budgetary Control? State the objectives of budgetary control. **(10)**
- 5) Write a detailed note on the uses of variance analysis? **(10)**

Section – B

- 6) You are given the following data. Compute Sales Variance based on Turnover. (6)

Product		A	B	C	Total
Budget	Units	3,000	2,000	1,000	
	Price (Rs.)	30	20	10	
	Total (Rs.)	90,000	40,000	10,000	1,40,000
Actual	Units	3,500	2,400	500	
	Price (Rs.)	35	25	5	
	Total (Rs.)	1,22,500	60,000	2,500	1,85,000

- 7) What are various ways to improve the margin of safety and P/V ratio? (6)
- 8) Explain the concept of relevant costs. (6)
- 9) What is the need for pricing decisions? Explain. (6)
- 10) What is the benefit of companies being socially responsible? (6)

Section – C

- 11) **Write short notes on:** (10)
- (a) Cost control
 - (b) Budget manual
 - (c) Performance reporting
 - (d) Inflation Accounting
- 12) **Distinguish between:** (10)
- (a) Financial accounting and management accounting
 - (b) Cost plus pricing and mark-up pricing
 - (c) Direct material price variance and direct material usage variance
 - (d) Marginal cost and fixed cost