

**MASTER OF BUSINESS ADMINISTRATION  
(MBAEV)**

**Term-End Examination**

**December, 2013**

**MCN-048 : MANAGEMENT ACCOUNTING**

*Time : 3 hours*

*Maximum Marks : 100*

*Note : Attempt any five questions.*

1. "Management Accounting provides immense help in management decision making". Discuss. Also distinguish between Management Accounting and Financial Accounting. 20
2. Define cost accounting. How does it differ from financial accounting ? Bring out the advantages of cost accounting. 20
3. From the following information given, prepare a process account, 1000 units at Rs. 40 per unit were introduced in process I 20  
Material Rs. 20000  
Labour Rs. 5000  
Production overhead Rs. 3500  
Normal loss has been estimated at 10% of the input which can be sold at Rs. 10 per unit. Actual production was 920 units.
4. Discuss the different methods of calculating profit on an incomplete contract. Give illustrations. 20

5. Define Budgetary control. Discuss various advantages and essentials for success of Budgetary control. 20

6. Given : 20

	Rs.
Sales	2,00,000
Variable costs	1,10,000
Fixed costs	50,000
Net Profit	40,000

Calculate and draw a profit - volume graph showing profit - volume ratio, BEP and Margin of safety.

7. "Cost Audit is more on aid to management than a statutory check on its performance". Discuss with suitable examples. 20

8. Calculate material variances from the following : 20

	Standard			Actual		
	kg	rate	Amount	kg	rate	Amount
<i>x</i>	80	5	400	100	4	400
<i>y</i>	40	6	240	50	5	250
	<u>120</u>		<u>640</u>	<u>150</u>		<u>650</u>