

EXECUTIVE MBA (EXMBA)

Term-End Examination

June, 2012

00873

MCT-052 : MANAGERIAL ACCOUNTING

Time : 3 hours

Maximum Marks : 100

Note : Attempt any five questions. All questions carry equal marks.

1. "Managerial Accounting Knowledge is very essential for decision making in an organisation." 20
In the light of the above statement, state the role of managerial accounting tools and techniques in solving various business problems. Give specific examples to corroborate your views.

2. Outline the need for accounting concepts and conventions. Explain the major accounting concepts and conventions that guide the preparation of accounting records. 20

3. (a) What are financial statements and why are they prepared ? 20
(b) State the various types of people who are interested in the financial statements of a firm and why ?

4. How would you prepare the budget of an organisation ? Can the system of zero-base budgeting help in the process of budgeting making ? 20
5. Outline the process of activity based costing so as to highlight its unique features. How is this an improvement over traditional costing techniques and methods ? 20
6. What do you mean by 'Standard Costing and Variance Analysis' ? How are standards set for various elements of cost ? What are the advantages of Standard Costing System ? 20
7. Outline the system of cost-volume-profit relationship. How is break - even point computed ? What are the managerial applications of cost volume - profit analysis ? Give specific examples. 20
8. Write short notes on *any two* of the following : 20
 - (a) IFRS
 - (b) Funds Flow Statement
 - (c) Double Entry Book - Keeping
 - (d) Profitability Ratio's