

Roll No.

Subject Code—2179-X

M.B.A. EXAMINATION

(First Semester)

(Re-appear)

(2 Years New Scheme)

ACCOUNTING FOR MANAGER

CP-104

Time : 3 Hours

Maximum Marks : 100

Note : Attempt any *Five* questions. All questions carry equal marks.

1. What is Budgetary control ? What are the steps to be taken in making Budgetary control more effective in an organization ?
2. How does Management Accounting differ from Financial Accounting ? What are the limitations of Management Accounting ?

3. What is the meaning and importance of Standard Costing ? Discuss the preliminary steps for establishing a system of Standard Costing.

4. Write notes on the following :

- (a) Zero-Base Budgeting
- (b) Material Cost Variance.

5. Your are given the following data :

Years	Sales	Profits
2005	1,20,000	8,000
2006	1,40,000	13,000

Find out :

- (i) P/V Ratio
- (ii) Break even point
- (iii) Profit when sales are Rs. 1,80,000
- (iv) Sales required to earn a profit of Rs. 12,000.

6. What is Funds Flow Statement ? How does it differ from Cash Flow Statement ? Explain in the significance of Funds Flow Statement for Management.

7. Enumerate the methods of calculating Depreciation. Discuss briefly the merits and demerits of each.
8. A factory is currently working to 50% capacity and produces 10,000 units. Estimate the profits of the company when it works to 60% and 80% capacity and offer your critical comments. At 60% working material cost increases by 2% and selling price falls by 2%. At 80% raw material cost increases by 5% and selling price fall by 5%.

At 50% capacity working the product costs Rs. 180 per unit and is sold at Rs. 200 per unit. The units cost of Rs. 180 is make up as follows :

Material	Rs. 100
Labour	Rs. 30
Factory Overhead	Rs. 30 (40% fixed)
Administrative Overhead	Rs. 20 (50% fixed).