

Exam. Code : 108505

Subject Code : 2131

B.Com. 5th Semester
MANAGEMENT ACCOUNTING

Paper—BCG—503

Time Allowed—3 Hours]

[Maximum Marks—50

SECTION—A

Note :— Attempt any TEN questions. Each carries 1 mark.

1. Write notes on the following :

- (i) Scope of Management Accounting
- (ii) External Users of Accounting Information
- (iii) Limitations of Financial Accounting
- (iv) Investment Centre
- (v) Relationship between Organisation Structure and Responsibility Accounting
- (vi) Net Profit Ratio
- (vii) Uses of fund flow statement
- (viii) Operate or Shut down decisions
- (ix) Capital employed
- (x) Negotiated Price
- (xi) Common Size Statement
- (xii) Cost Driver. 10×1

SECTION—B

Note :— Attempt any **TWO** questions. Each carries **10** marks.

2. Highlight the major differences between Financial and Cost Accounting.
3. Write a detailed note on different methods of financial analysis.
4. Using the following information, complete the Balance Sheet given below :
 - (i) Total debt to net worth 1 : 2
 - (ii) Total assets turnover 2
 - (iii) Gross Profit on Sales 30%
 - (iv) Average Collection Period (Assume 360 days in a year) 40 days
 - (v) Inventory Turnover Ratio based on COGS and year-ended inventory 3
 - (vi) Acid Test Ratio 0.75
5. What is the importance of preparing a Cash Flow Statement ? How is it prepared as per AS-3 Norms ?
10×2

SECTION—C

Note :— Attempt any **TWO** questions. Each carries **10** marks.

6. Write a detailed note on concept and significance of Responsibility Accounting.

7. From the following data, you are required to calculate break-even point and net sales value at this point :

- | | |
|---|------------|
| (i) Direct material cost per unit | Rs. 10 |
| (ii) Direct labour cost per unit | Rs. 5 |
| (iii) Fixed overhead | Rs. 50,000 |
| (iv) Variable overheads @ 60% on
direct labour | |
| (v) Selling price per unit | Rs. 25 |
| (vi) Trade discount | 4% |

If sales are 10% and 25% above the break even volume, determine the net profits.

8. Explain the various methods of transfer pricing.
9. What is Activity Based Costing ? How is it different from traditional costing ? 10×2