

BBA/D-16
MANAGEMENT ACCOUNTING
PAPER-BBA-204

Time Allowed: 3 Hours

Maximum Marks: 80

Note: Attempt five questions in all. Question No. 1 is compulsory. All questions carry equal marks.

1. Compulsory Question

Describe the following :

- (a) Management Accounting.
 - (b) Nature of Ratio Analysis.
 - (c) Costing Methods.
 - (d) Flexible Budget.
 - (e) Marginal Cost.
 - (f) Uniform Costing.
2. "Management accounting has been evolved to meet the needs of management." Explain
 3. Explain how cost accounting helps the management in periods of trade depression and competition.
 4. What is Master Budget? How is it prepared? What are its advantages?
 5. What is Target Costing? State its features and limitations.
 6. Explain the features of Marginal costing and its useful contributions to the Management in decision-making.
 7. The standard cost of a chemical mixture is as under :
8 tons of Material A at Rs. 40 per ton.
12 tons of Material B at Rs. 60 per ton.
Standard yield is 90% of output.
Actual cost for a period is as under :
10 tons of Material A at Rs. 30 per tons.
20 tons of Material B at Rs. 68 per tons.
Actual yield is 26.5 tons.
Compute all Material Variance.

8. Following are the ratios relating to the activities of ABC Ltd :

Debtors velocity 3 months

Stock velocity 8 months

Creditors velocity 2 months

Gross Profit Ratio 25%

Gross profit for the year ended 31.3.2015 amounts to Rs. 4,00,000. Closing stock of the year is Rs. 10,000 above the opening stock. Bills receivable amount to Rs. 25,000 and bills payable to Rs. 10,000

Find out :

- (a) Sales.
- (b) Sundry debtors.
- (c) Closing stock