

Roll No.

Total Pages : 4

14614

BBA/D-15

MANAGEMENT ACCOUNTING

PAPER: BBA-204

Time: Three Hours

[Maximum Marks:

Regular: 80

Reappear: 90

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

Compulsory Question

1. Describe the following
 - (i) Activity based costing
 - (ii) Budgetary control.
 - (iii) Break-even Analysis
 - (iv) Nature of Ratio Analysis.
 - (v) Convention of management accounting.
 - (vi) Difference between budgeted cost and standard cost.
2. Discuss the nature and scope of management accounting. Give suitable illustration in support of your answer.
3. "Money spent on installing a costing system is not an expense but an investment," Discuss.
4. What is a cash budget? What are its advantages? How is it prepared?
5. What is balance score card? What are its features and advantages?
6. Enumerate and illustrate the circumstances under which reduction of selling prices below total cost could be justified.
7. Calculate variances from the following data:

	Standard	Actual
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No. of men employed

100

90

Output in units	5,000	4,800
No. of working days in a month	20	18
Average wages per man per month	Rs. 200	Rs 198

8. You are given the following information about two companies:

	Company A	Company B
Cash	180	140
Debtor	1,520	3,200
Inventory	1,800	3,200
Bills payable	270	1,000
Creditors	500	4,000
Accrued expenses	150	125
Tax payable	750	1,000

- Calculate the liquidity ratios for two companies.
- Give your interpretation of the liquidity position of the two companies as revealed by the ratios.