

- (c) What are budgeting and budgetary control? Clearly explain the essential elements of budget.

**Q5.** Attempt any *two* questions from the following: 10x2=20

- (a) From the following informations, calculate the material variances:

Material purchased = 3000 units

Value of material purchased = Rs. 9,000/-

Standard quantity of materials required per ton of output = 30 units

Standard rate of material = Rs. 2.50 per unit

Opening stock of material = Nil

Closing stock of material = 500 units

Output during the period = 80 tonnes.

- (b) What is Standard Costing? How can be Standard Costing considered as a Management Tool?
- (c) Clearly explain the various labour variances.

Printed Pages : 4



MAM405

(Following Paper ID and Roll No. to be filled in your Answer Book)

PAPER ID : 293405

Roll No.

--	--	--	--	--	--	--	--	--	--

**MAM**  
**(SEM. IV) THEORY EXAM. 2014-15**  
**COST AND MANAGEMENT ACCOUNTING**

Time : 3 Hours]

[Total Marks : 100

**Note :** Attempt the questions as per given instructions.

**Q1.** Attempt any *two* questions from the following: 10x2=20

- (a) What is Management Accounting? Clearly explain the functions and scope of Management Accounting.
- (b) Distinguish between Cost Accounting and Management Accounting.
- (c) What is the "concept of cost"? Also the explain the elements of cost.

**Q2.** Attempt any *two* questions from the following: 10x2=20

- (a) Discuss the following :
- i. Shutdown and sunk cost
  - ii. Product cost and period cost
- (b) From the following data prepare a cost sheet for the month of March, 2014:

Raw material consumed	- Rs. 80,000
Direct wages	- Rs. 48,000
Machine hours worked	- 8,000
Machine hours rate	- Rs. 4
Office overheads	- 10% of work cost
Selling overheads	- Rs. 1.50 per unit
Unit produced	- 4000 units
Unit sold	- 3600 units @ Rs. 50/- each.

- (c) What is Cost Accounting? Clearly explain the objectives and the functions of Cost Accounting.

**Q3.** Attempt any *two* questions from the following: 10x2=20

- (a) Clearly differentiate between the Costing Marginal and Costing Absorption costing.
- (b) Clearly explain the role of break-even analysis for decision making.
- (c) What are the differential costing and incremental costing? Clearly explain their roles in management decision making.

**Q4.** Attempt any *two* questions from the following: 10x2=20

- (a) From the following informations calculate the break-even point.

	<u>First Year</u>	<u>Second Year</u>
Sales	Rs. 80,000	Rs. 90,000
Profit	Rs. 10,000	Rs. 14,000

- (b) Clearly discuss the advantage of budgetary control to the management.