Roll No. | | | | | | | | | | | | **Total No. of Pages : 02**

Total No. of Questions : 09

BBA (Sem.–3)
COST & MANAGEMENT ACCOUNTING
Subject Code : BBA303-18

M.Code : 76657

Date of Examination : 16-05-2023

Time : 3 Hrs. **Max. Marks : 60**

INSTRUCTIONS TO CANDIDATES :

1. **SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.**
2. **SECTIONS-B consists of FOUR Sub-sections : Units-I, II, III & IV.**
3. **Each Sub-section contains TWO questions each, carrying TEN marks each.**
4. **Student has to attempt any ONE question from each Sub-section.**

SECTION-A

l. Write short notes on the following :

a. State three points of similarities between financial and cost accounting.

b. Explain and illustrate the following terms :

i. EPS

ii. DEPS.

c. What is trend analysis?

d. Briefly distinguish between the two cost control techniques "*Budgetary Control*" and "*Standard Costing*".

e. Define a budget and give its four essentials.

f. A company making and selling toys has made the following estimates:

Selling price: Rs. 20 a unit; Fixed costs Rs. 15, 00,000 a year; Variable costs Rs. 16 per unit; Sales volume 5 lakh units. Suppose a selling price decrease of 10% results in a 15% increase in sales volume, what will be the profit?

g. Define the term cost control, cost reduction and cost management.

h. What are the components of current and fixed assets?

i. Define variance analysis.

j. Discuss the importance of break-even analysis.

SECTION-B

UNIT-I

2. "*While Financial Accounting is external, Cost Accounting is internal to the business*." Explain.

3. Following figures are available of ABC Ltd. for the year ended 31st March, 2020: Net profit before interest and tax Rs. 41,25,000 ; Net profit after tax Rs. 33,00,000 ; Net profit after interest and tax Rs. 16,50,000 ; Preference dividend Rs.5,25,000 ; Capital employed Rs. 1,65,00,000 ; Total assets Rs. 1,89,75,000 ; Net worth or equity shareholders' fund Rs. 1,12,50,000.

   Calculate :

   a. Return on capital employed;

   b. Return on Total Assets;

   c. Return on Equity shareholders' fund.

UNIT-II

4. What do you mean by financial statement analysis? Discuss in detail methods and types of financial analysis.

5. Discuss the advantages and disadvantages of standard costs and conditions under which they may be adopted. Also indicate the circumstances in which their use may be misleading.

UNIT-III

6. *"Flexibility in a budget is an aid to co-ordination, while the budgetary control is an instrument of co-ordination."* Explain.

7. What is zero based budgeting? State its advantages and limitations.

UNIT-IV

8. Explain clearly what you understand by "contribution" in a cost accounting sense. How is it related to profit? List three benefits management can obtain from knowing the contribution from its costs units.

9. What is Marginal Costing? Explain the practical application of marginal costing with examples.

NOTE : Disclosure of Identity by writing Mobile No. or Making of passing request on any page of Answer Sheet will lead to UMC against the Student.