

[Total No. of Questions - 20] [Total No. of Printed Pages - 3]
(2125)

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MBA 2nd Semester Examination
Cost and Management Accounting (NS)
MBA-208

Time : 3 Hours

Max. Marks : 60

The candidates shall limit their answers precisely within the answer-book (40 pages) issued to them and no supplementary/continuation sheet will be issued.

SECTION - A

All the questions are compulsory, each question carries two (02) marks.

1. Define Indirect Cost.
2. The total cost price is given Rs. 4,04,600. It is desired to charge 20 percent on sales price of the product. Calculate the selling price.
3. What is the difference between absorption costing and marginal costing?
4. Given:
Sales Rs. 500,000, PIV Ratio 50%, Fixed Cost Rs. 1,00,000.
Calculate variable cost and profit.
5. What information is disclosed by master budget during a certain budget period?
6. Give main objective of standard costing.
7. Why idle time variance is always reverse?

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8. Calculate Labour Idle Time variance from the following information:

Standard Rate of Labour Rs. 5 per hour

Actual Rate of Labour Rs. 6 per hour

Standard time 250 hours

Actual time 200 hours

Idle time 25 hours

9. Mention any two limitations of responsibility accounting.
10. On what basis transfer price can be determined? (2×10=20)

SECTION - B

Attempt any four questions, each question carries (05) five marks.

11. State the necessity of apportionment of overheads.
12. Define marginal costing. Write its merits.
13. Discuss the concept of differential costing with a suitable example.
- 14 Explain the difference between standard costing and budgetary control.
15. Explain in detail the technique of preparing a flexible budget.
16. Write a short note on Target costing. (4×5=20)

SECTION - C

Attempt any two questions, each question carries ten (10) marks.

17. Enumerate the various factors which cause difference in results as shown by cost and financial accounts. Also prepare an imaginary reconciliation statement in support of your answer.
18. "The technique of marginal cost can be a valuable aid to management". Discuss the statement and give your views.
19. Give essentials of a sound budgetary control and explain the steps in setting up a budgetary system.
20. Why are responsibility centres created? Explain the various kinds of responsibility centres. (2×10=20)