

N.B.:

- 1) Attempt any **FOUR** questions from Section-I. Attempt any **TWO** questions from Section-II.
- 2) Figures to the right indicate **FULL** marks.
- 3) Answers to both the sections should be written in the **SAME** answer book.

SECTION - I

- Q.1** Explain the need and types of Working Capital. (10)
- Q.2** Define term 'Cost' state meaning and importance of Activity Based Costing. (10)
- Q.3** What is a budget? State in brief different kinds of budgets. (10)
- Q.4** Explain Normal Loss, Abnormal Loss and Abnormal gain with its suitable examples. (10)
- Q.5** Write a detail note on Capital Structure? (10)
- Q.6** Write short notes **ANY TWO** of the following: (10)
- a) Labour Cost Variance
 - b) Advantages of Budgetary Control
 - c) Elements involved in Activity Based Costing
 - d) Incorporation of Risk Factor

SECTION - II

- Q.7 a)** Prepare a flexible budget from the following data at the capacity 50%. (15)
- Volume 20,000 units
- Selling Price Per Unit Rs. 400
- Material Per Unit Rs. 200
- Labour Per Unit Rs. 60
- Factory Overheads Rs. 60 (Rs. 24 fixed)
- Administration Overheads Rs. 40 (Rs. 20 fixed)
- At 40% working Material cost per unit increased by 2% and selling price for unit falls by 5% estimate the profit at 40% and 80%.
- Q.8** Find out the Material Cost Variance, Material Price Variance and Material Usage Variance from the given data. (15)

	Standard			Actual		
	Qty	Price	Value	Qty	Price	Value
	Kg	Rs.	Rs.	Kg	Rs	Rs
Material A	100	5	500	120	4	480
Material B	50	6	300	60	5	300
	150		800	180		780

- Q.9** Following are the Sales and Profit during two years which are: (15)
- | Year | Sales (Rs) | Profit (Rs) |
|------|------------|-------------|
| 2009 | 1,50,000 | 20,000 |
| 2010 | 1,70,000 | 25,000 |
- Calculate:**
- i) P/V Ratio
 - ii) Contribution
 - iii) Variable Cost
 - iv) Break Even Point
 - v) Margin of Safety