

S.D.E.

T. Y. B. COM. (2008 COURSE) : SUMMER - 2018

SUBJECT: COST & MANAGEMENT ACCOUNTING - III

Day: Monday
Date: 23/04/2018

S-2018-4192

Time: 3.00 P.M. TO 6.00 P.M.
Max. Marks: 80

N.B.:

- 1) All questions are **COMPULSORY**.
- 2) Figures to the right indicate **FULL** marks.
- 3) Answers both the sections should be written in the **SAME** answer book.
- 4) Use of non-programmable **CALCULATOR** is allowed.

SECTION-I

Q.1 Attempt any **TWO** of the following: **(16)**

- a) What is Marginal Costing? State its features?
- b) What are the limitations of marginal costing?
- c) Define 'Budgetary Control'. What are the requisites of budgetary control?
- d) Explain the meaning and objectives of cost audit.

Q.2 Reliance provides the following information for the year 2016-17. **(16)**

	Rs.
Sales	2,00,000
Variable Cost	1,00,000
Fixed Cost	50,000

- a) Find P/V Ratio, BEP (Sales) and Margin of Safety.
- b) Also calculate the effect of the following:
 - i) 10% increase in selling price
 - ii) 5% decrease in variable cost
 - iii) 20% decrease in selling price
 - iv) 10% decrease in fixed cost

OR

Q.2 Attempt the following: **(16)**

- a) What is Break-Even Point? How it is calculated?
- b) Define 'Flexible Budget'. What are the steps in preparing it?

SECTION-II

Q.3 From the following information calculate: **(16)**

- i) Material Cost Variance
- ii) Material Price Variance
- iii) Material usage Variance
- iv) Material Mix Variance

Material	Standard Mix	Actual Mix
X	70 kgs @ Rs. 2 per kg	60 kgs, @ Rs. 2 per kg
Y	30 kgs @ Rs. 4 per kg	50 kgs @ Rs. 5 per kg

OR

Q.3 Attempt the following: **(16)**

- a) Define 'Standard Costing'. Explain its features.
- b) What are the 'Uniform Costing'? Explain the advantages of standard costing.

Q.4 Following cost details from which you are required to calculate: **(16)**

- i) Labour Cost Vairance
 - ii) Labour Rate Variance and
 - iii) Labour Efficiency Variance
- | | |
|-----------------------------------|--------------|
| Standard Hours per unit of output | 20 Hours |
| Standard Rate per hour | Rs. 5 |
| Actual Production | 2,000 units |
| Actual Hours | 35,000 Hours |
| Actual Rate per hour | Rs. 4 |
- Also Verify your results.

OR

Q.4 Attempt the following: **(16)**

- a) What are the advantages of standard costing?
- b) What are the objectives of Uniform Costing?

Q.5 Write short notes on any **FOUR** of the following: **(16)**

- a) Margin of safety
- b) Contribution
- c) Idle time variance
- d) Labour cost variance
- e) Advantages of uniform costing
- f) Material Mix Variance

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