

BACHELOR OF BUSINESS ADMINISTRATION (C.B.C.S.) (2015 COURSE)
B.B.A. Sem-V : WINTER- 2022
SUBJECT : INTRODUCTION TO MANAGEMENT CONTROL SYSTEMS

Day : Tuesday

Time : 10:00 AM-01:00 PM

Date : 27-12-2022

W-13886-2022

Max. Marks : 100

N.B.

- 1) Attempt **ANY FOUR** questions from Section – I.
- 3) Attempt **ANY TWO** questions from Section – II.
- 4) Figures to the **RIGHT** indicate **FULL** marks.
- 5) Answers to both the sections should be written in **SAME** answer book.

SECTION – I

- Q.1** Explain how Zero Base Budgeting works and its advantages for organization. (15)
- Q.2** Elaborate the concept of Cost Centre and Profit Centre. (15)
- Q.3** What do you mean by Management Control? Explain the process of Control. (15)
- Q.4** Discuss the merits of establishment of Management by Objectives (MBO) in organization. (15)
- Q.5** Explain the concept and objectives of Budgetary Control System. (15)
- Q.6** Write short notes on **ANY THREE** of the following : (15)
- a) Limitations of Budgetary Control
 - b) Objectives of Transfer Pricing
 - c) Cost Audit
 - d) Investment Centre
 - e) Need for Strategic Planning Process

SECTION – II

- Q.7** Explain the concept, objectives and advantages of Management Audit. (20)
- Q.8** What do you mean by Transfer Pricing? Elaborate the Transfer pricing methods with suitable examples. (20)
- Q.9** For production of 10,000 electrical automatic irons, the following are the budgeted expenses : (20)

Materials	Amount (Cost Per unit) Rs.
Direct materials	60
Direct labour	30
Variable overheads	25
Fixed overheads (Rs. 1,50,000)	15
Variable expenses (direct)	5
Selling expenses (10% fixed)	15
Administration expenses (Rs. 50,000 fixed for all levels of production)	5
Distribution expenses (20% fixed)	5
Total cost of sale per unit	160

Prepare a flexible budget for production of 6,000; 7,000 and 8,000 electrical automatic irons.
