



K23U 2281

Reg. No. : .....

Name : .....

V Semester B.B.A./B.B.A.(R.T.M.) Degree (C.B.C.S.S. – O.B.E.-Regular/  
Supplementary/Improvement) Examination, November 2023  
(2019 – 2021 Admissions)

Core Course

5B11BBA/BBA(RTM) : ACCOUNTING FOR MANAGEMENT

Time : 3 Hours

Max. Marks : 40

PART – A

Answer **all** questions, **each** carry **one** mark.

1. What is management reporting ?
2. What do you mean by Cost Volume Profit Analysis ?
3. What is a Cost Centre ?
4. What is Budget Committee ?
5. What do you mean by Solvency Ratio ?
6. For which kind of firm is Process Costing appropriate ?

(6×1=6)

PART – B

Answer **any 6** questions, **each** carry **2** marks.

7. Write the difference between Absorption Costing and Marginal Costing.
8. What is Variance Analysis ?
9. What is a Budget Key Factor ?
10. What are the elements of Cost ?
11. Write the methods of preparing Cash Budget.

P.T.O.





12. What is P/V ratio ?
13. What is Outlay Cost ?
14. Equity Capital – 1,70,000, Preference Capital-80,000, Profit and Loss-25,000, Debentures-80,000, Creditors-70,000.

Compute Debt-equity ratio.

(6×2=12)

PART – C

Answer **any four** questions, **each** carry **3** marks.

15. Differentiate Fixed Budget and Flexible Budget.
16. Explain in detail the nature of liquidity ratios.
17. Elaborate the objectives of Cost Accounting.
18. Given the following data :

Year	Sales Rs.	Profit Rs.
2004	80,000	17,000
2005	1,90,000	50,000

Find out the

- a) P/V Ratio
- b) Contribution
- c) Fixed Cost.
19. The expenses for the production of 500 units in a factory are given as follows :
- |   |           |
|---|-----------|
| Materials                                 | 30        |
| Labour                                    | 20        |
| Variable Overhead                         | 15        |
| Fixed Overhead (5,000)                    | 10        |
| Administrative overhead<br>(20% variable) | 10        |
|   | <b>85</b> |

Prepare a Budget for 800 Units.





20. Standard production	400 units
Standard Hours	2000 hrs.
Wage rate/hour	Rs. 8
Actual Production	340 units
Actual Hrs.	1800 hrs.
Actual wage rate paid	Rs. 8.40/hour

Compute Labour Cost Variance (LCV). (4×3=12)

**PART - D**

Answer any two questions, each carry 5 marks.

- 21. Explain the advantages and disadvantages of Standard Costing.
- 22. Explain the classification of Cost.
- 23. Following is the Balance Sheet of Sunrise Ltd.

<b>Liabilities</b>	<b>Amount</b>	<b>Assets</b>	<b>Amount</b>
	<b>Rs.</b>		<b>Rs.</b>
Creditors	70,000	Bank	2,000
8% Debentures	80,000	Debtors	54,000
9% Preference Share Capital	80,000	Closing Stock	30,000
Equity Share Capital	1,80,000	Fixed Assets	3,40,000
Profit and Loss Account	20,000	Bill receivable	4,000
	<b>4,30,000</b>		<b>4,30,000</b>





Calculate :

- 1) Debt Equity ratio
- 2) Current ratio
- 3) Quick ratio
- 4) Fixed assets to Shareholders ratio
- 5) Proprietary ratio.

24. Given the following data :

Sales	1,00,000(100%)
Variable Costs	60,000(60%)
Fixed Costs	30,000(30%)
Net Profit	10,000(10%)

Find out the P/V Ratio, Break Even Points and Margin of Safety. (2×5=10)

