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*Answer Any FIVE Questions  
All Questions Carry Equal Marks  
Question No. 8 is Compulsory*

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| 1. a | Explain the role and responsibilities of a management accountant in a large scale business enterprise.      | 6M |
| b    | What is the difference between management accounting and financial accounting?                              | 6M |
| 2. a | Discuss the uses and limitations of accounting ratios.  | 6M |
| b    | Explain the of procedure of preparing common size balance sheet.  | 6M |
| 3. a | Explain the various types of budgets.   | 6M |
| b    | Explain the concept of zero based budget.   | 6M |
| 4. a | What is the difference between financial budgets and operation budgets?                                     | 6M |
| b    | State the essential of an effective system of budgetary control.  | 6M |
| 5. a | "The contribution approach is the foundation of cost - volume profit logic and related techniques"_ Discuss | 6M |
| b    | " prices must cover both variables and fixed cost of product" do you agree with this statement ? Explain.   | 6M |
| 6. a | Define cost and explain the classification of costs.  | 6M |
| b    | What are the managerial uses of c-v-p analysis?   | 6M |
| 7. a | Explain the concept of standard costing ? How does it effective from budgetary control.                     | 6M |
| b    | What is the variance analysis? Explain the variance types of material variance.                             | 6M |

8. Case study 12M

Standard cost of chemical mixture is as follows

40 % of a material - A at Rs.20 per kg

60 % of a material - B at Rs.30 per kg

A Standard loss of 10 % of input is expected in production. The cost records for a period showed the following usage.

90 kg of material - A at cost of Rs.18 per kg

110 kg of material - Bat cost of Rs. 34 per kg.

The quantity produced was 182 kg of good product calculate material variance.