6013

Third Semester 5 Year B.B.A.LL.B. Examination, June/July 2025 (Even Sem.)
COST AND MANAGEMENT ACCOUNTING

Duration : 3 Hours | Max. Marks : 80

Instructions :
1. **Answer all five Units.**
2. **One essay type question and short note/problem is compulsory.**
3. **Figures to the right indicate marks.**
4. **No using scientific calculators.**

UNIT – I

Q. No. 1. (a) What is the meaning of budgetary control ? Write down the merits and demerits of the same. Marks : 10

OR

Q. No. 1. (a) From the following information, prepare flexible budget and estimate profit for 60% capacity and 80% capacity. Marks : 10

Following details at 50% capacity :

Production volume	10,000 units
Selling price per unit	₹ 200
Material per unit	₹ 100
Labour per unit	₹ 30
Factory overhead per unit	₹ 30 (₹ 12 fixed)
Administration overhead per unit	₹ 20 (₹ 10 fixed)

At 60%, material cost per unit increased by 2% and selling price per unit falls by 2%.

At 80%, material cost per unit increased by 5% and selling price per unit falls by 5%.

Q. No. 1. (b) Write a note on zero base budgeting. Marks : 6

OR

Q. No. 1. (b) Write a note on capital expenditure budget. Marks : 6

UNIT – II

Q. No. 2. (a) Distinguish between standard costing and budgetary control. Marks : 10

OR

Q. No. 2. (a) What is standard costing ? Explain the techniques of standard costing. Marks : 10

Q. No. 2. (b) State the disadvantages of standard costing. Marks : 6

OR

Q. No. 2. (b) Write short note on idle time and standard time. Marks : 6

P.T.O.

UNIT – III

Q. No. 3. (a) The standard labour employment and the actual labour engaged in a week for a job are as under : Marks : 10

	Skilled workers	Semiskilled workers	Unskilled workers
Std. Number of workers	32	12	6
Actual number of workers	28	18	4
Standard wage rate/hour	3	2	1
Actual wage rate/hour	4	3	2

During 40 hours working week, the workers produced 1800 standard labour hours of week.

Calculate :

i) Labour cost variance
ii) Labour efficiency variance
iii) Labour rate variance
iv) Labour mix variance.

OR

Q. No. 3. (a) Explain the causes of material usage variance and material price variance. Marks : 10

Q. No. 3. (b) Write a short note on labour variance. Marks : 6

OR

Q. No. 3. (b) Write a short note on overhead variance. Marks : 6

UNIT – IV

Q. No. 4. (a) Explain the duties, responsibilities and appointment of cost auditor. Marks : 10

OR

Q. No. 4. (a) Explain the advantages and disadvantages of inter-firm comparison. Marks : 10

Q. No. 4. (b) Write a note on Cost Audit Report. Marks : 6

OR

Q. No. 4. (b) Explain the requisites of uniform costing. Marks : 6

UNIT – V

Q. No. 5. (a) Explain the qualities of management auditor. Explain management audit report. Marks : 10

OR

Q. No. 5. (a) Explain the advantages and disadvantages of social audit. Marks : 10

Q. No. 5. (b) State the important areas covered by management audit. Marks : 6

OR

Q. No. 5. (b) Social audit process. Marks : 6