

**ST. JOSEPH'S COLLEGE OF LAW**  
#18, Residency Road, Bengaluru – 560025

**Internal Assessment Examinations- March 2022**

**II BBA LLB**

**Subject: Cost and Management Accounting**

**Instructions:**

- Answer any one essay type question from Part A and any one short note question from Part B.
- Essay type question carries 6 marks and the short note question carries 4 marks

**Max marks 10**

**Duration: 1 Hour**

**Question on Unit I**

**06 marks**

1. A company is expected to have Rs. 35000 cash in hand on 1/4/2011 and it requires you to prepare a budget for 3 months ending June 2011 from the following information:

Months	Sales	Purchases	Wages	Expenses
Feb	70000	40000	8000	6000
Mar	80000	50000	8000	7000
April	92000	52000	9000	7000
May	100000	60000	10000	8000
June	120000	55000	12000	9000

Period of credit allowed by the suppliers is 2 months and to the customers is 1 month.  
25% of sales are for cash.

Delay in the payment of wages and expenses is 1 month

Income tax of Rs. 20000 to be paid in June 2011.

**OR**

**Question on Unit II**

The standard cost of a chemical mixture is as under:

4 tons of material X at Rs 20 per ton

6 tons of material Y at Rs 30 per ton

Standard yield is 90 percent of input

Actual cost for a period is as under:

4.5 tons of material X at 15 per ton.

5.5 tons of material Y at Rs 34 per ton.

Actual yield is 9.1 tons

Compute all materials variances.



**Unit I**

**04 marks**

2. a. Prepare flexible budget for the overheads of Damayanthi Limited and ascertain the overhead rates based on direct labour hours at 50%, 60%, 70% capacity. The following are at 60% capacity: