

**Second Year MHA Degree Regular/Supplementary Examinations
October 2021
Management Accounting and Cost Accounting
(2013 Scheme)**

Time: 3 Hours

Total Marks: 100

- Answer all questions to the point neatly and legibly • Do not leave any blank pages between answers • Indicate the question number correctly for the answer in the margin space
- Answer all parts of a single question together • Leave sufficient space between answers
- Draw table/diagrams/flow charts wherever necessary
- Write section A and section B in separate answer books (32 Pages). Do not mix up questions from section A and section B

QP CODE: 224380**Section A – Management Accounting****Marks: 50****Essay:****(20)**

1. A manufacturing company purchased on 01.04.2013, a certain machinery for Rs.100000 and spent Rs. 2000 on its erection. On 1st July in the same year, additional machinery costing Rs. 50000 was acquired. On 01.07.2015 the machinery purchased on 01.04.2013 was sold for Rs. 40000 and on the same date, new machinery was purchased at a cost of Rs. 25000. Depreciation was provided at 10% per annum on original cost of the asset. Prepare Machinery Account as it would appear in the books of the company till 31.03.2018. The company follows the Financial year for maintaining its books (1st April to 31st March).

Short essay:**(10)**

2. What is bank reconciliation statement. State the causes responsible for the differences in the bank balance as per cash book and bank balance as per pass book.

Short notes:**(4x5 =20)**

3. Debt equity ratio.
4. Double entry and single entry system of book keeping.
5. Analytical petty cash.
6. Financial statements

QP CODE: 225380**Section B- Cost Accounting****Marks: 50****Essay:****(20)**

1. Explain budgetary control. State the main objectives of budgetary control. What are the steps in the budgetary control.

Short essay:**(10)**

2. A furniture manufacturer uses Sunmica tops for tables. From the following information calculate Material Cost Variance (MCV), Material Price Variance (MPV) and Material Usage Variance (MUV).

Standard Quantity of Sunmica per table	4 sq. ft. (square feet)
Standard Price per sq. ft. of Sunmica	Rs. 25
Actual production of Table	1000
Sunmica actually used	4300 sq. ft.

Short notes:**(4x5=20)**

3. Marginal costing.
4. Contract costing.
5. First in First Out (FIFO) and Last in First Out (LIFO)
6. Economic Order Quantity (EOQ)
