

Code: 13 MBA2013**ADITYA INSTITUTE OF TECHNOLOGY AND MANAGEMENT, TEKKALI
(AUTONOMOUS)****II MBA III Semester Regular / Supplementary Examinations, November, 2015****COST & MANAGEMENT ACCOUNTING****Time: 3 Hours****Max Marks: 60**

Answer any Five Questions
All questions carry EQUAL marks
Question No: 8 is compulsory

1. Explain the difference between cost accounting and management accounting.
2. Explain with suitable examples fixed and variable overheads.
3. Distinguish between job and unit costing. Prepare a proforma Job Cost Sheet that may be employed.
4. From the following forecasts of income and expenditure, prepare a cash budget for the months January to April, 2008.

Month	Sales	Purchases	Wages	Manufg., expenses	Admin expenses	Selling expenses
2007-Nov	30000	15000	3000	1150	1060	500
Dec.	35000	20000	3200	1225	1040	550
2008.Jan	25000	15000	2500	990	1100	600
Feb	30000	20000	3000	1050	1150	620
March	35000	22500	2400	1100	1220	570
April	40000	25000	2600	1200	1180	710

- a) The customers are allowed a credit period of 2 months
- b) A dividend of rs.10000 is payable in April
- c) Capital expenditure to be incurred: plant purchased on 15th of January for Rs.5000; a Building has been purchased on 1st March and the payments are to be made in monthly instalments of Rs.2000 each.
- d) The creditors are allowing a credit of 2 months
- e) Wages are paid on the 1st of the next month
- f) Lag in payment of other expenses is one month
- g) Balance of cash in hand on 1st January, 2008 is Rs.15000
5. Discuss the procedures for preparing the following budgets:
 - a) Sales budget
 - b) Flexible budget
 - c) Fixed budget
6. Briefly discuss about cost volume profit analysis.
7. Distinguish between Standard Costing and Budgetary Control.
8. It is estimated that for producing one unit of Product X, 10 lbs of materials are consumed. The standard price per lb of material is Re. 0.50. During the month of June, 30,000 lbs of materials were used for producing 2,900 units of X. The Actual Price of materials was Re. 0.48 per lb. Calculate the variances.