



RAN-0520

M.Com. (Integrated Course) (Sem. VII) Examination

March / April - 2019

Accounting for Management - 1

સૂચના : / Instructions

નીચે દર્શાવેલ નિશાનીવાળી વિગતો ઉત્તરવહી પર અવશ્ય લખવી.
Fill up strictly the details of signs on your answer book

Name of the Examination:

M.Com. (Integrated Course) (Sem. VII)

Name of the Subject :

Accounting for Management - 1

Subject Code No.: 0 5 2 0

Seat No.:

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Student's Signature

Q-1 Answer the following

1. State objectives of responsibility center **02**
2. What is the scope of management accounting? **03**
3. State determinants of responsibility center. **03**
4. What are the methods of preparing flexible budget? **02**

Q-2 From the following particulars, calculate Material Cost Variances and Labour Cost Variances: **12**

	Qty/Hours	Rate Rs.	Amount Rs.
Standard cost per unit			
Materials	10 kg	10	100
Labour	20 hrs	4	80

For the production of 2000 units

Material consumed 24000 kg @ Rs. 9 per kg.

Labour hours taken: 38200 hrs @ Rs. 5 per hour, including 200 idle hours due to machine break down.

- Q-3** Kamli Co. attains a sale of Rs. 600000 at 80% of its normal capacity. The production expenses are given below **14**

Material cost per unit	Rs. 60
Labour cost per unit	Rs. 40
Administration cost	
Office salary	Rs. 90000
General expenses	2% of sales
Depreciation	Rs. 7500
Rent, rates and taxes	Rs. 8750
Selling on cost	
Salaries	8% of sales
Travelling expenses	2% of sales
Sales office expenses	2% of sales
Distribution cost	
Wages (fixed)	Rs. 15000
Rent	2% of sales
Other expenses	3% of sales

- Q-4** Write short notes on **14**

1. ZBB
 2. Problems in transfer pricing
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