

M.Com.(CS) DEGREE EXAMINATION, ODD SEMESTER 2020
II Year III Semester
Management Accounting

Max.marks :25

Answer any **FIVE** questions ($5 \times 5 = 25$) Marks

1. Distinguish between Management accounting and Financial accounting.
2. Calculate the Trend Percentages for the following with the year 1998 as base year

	1998	1999	2000	2001	2002	2003
Inventories (Rs)	40000	65000	90000	70000	60000	68000

3. Calculate funds from operations from the following Profit & Loss a/c

Profit and Loss account

Particulars	Rs.	Particulars	Rs.
To Expenses paid	3,00,000	By Gross Profit	4,50,000
To Depreciation	70,000	By Gain on sale of land	60,000
To Loss on sale of machine	4,000		
To Discount	200		
To Goodwill	20,000		
To Net profit	1,15,800		
	5,10,000		5,10,000

4. From the following information relating to Palani Bros. Ltd, you are required to find out
 - a) P/V Ratio b) BEP c) Profit
 - d) Margin of Safety e) Volume of sales to earn profit of Rs. 6,000

Total fixed cost Rs. 4,500 ; Total variable cost Rs. 7,500;
 Total sales Rs. 15,000
5. With the following data for 60% activity, prepare a budget at 80% activity
 - Production at 60% capacity - 600 units
 - Materials - Rs. 100 per unit
 - Labour - Rs. 40 per unit
 - Direct Expenses - Rs. 10 per unit
 - Factory Expenses - Rs.40,000 (40% fixed)
 - Administrative expenses - Rs. 30,000 (60% fixed)
6. A project cost Rs. 15,60,000 and yields annually a profit of Rs. 2,70,400 after depreciation of 12% p.a. but before tax at 25%. Calculate pay-back period.
7. What are the advantages and disadvantages of budgetary control?