

JAYPEE UNIVERSITY OF INFORMATION TECHNOLOGY, WAKNAGHAT

TEST -2 EXAMINATION- 2024

BBA -III Semester

COURSE CODE (CREDITS): 23BB1HS313(4)

MAX. MARKS: 25

COURSE NAME: Management Accounting

COURSE INSTRUCTORS: TGM

MAX. TIME: 1 Hour 30 Minutes

**Note:** (a) All questions are compulsory.

(b) The candidate is allowed to make Suitable numeric assumptions wherever required for solving problems

Q.No.	Question	CO	Marks																																			
1.	<p>Prepare a cash Budget of R.M.C. LTD. for April, May and June 2012:</p> <table border="1"> <thead> <tr> <th>Months</th> <th>Sales (Rs.)</th> <th>Purchases (Rs.)</th> <th>Wages (Rs.)</th> <th>Expenses (Rs.)</th> </tr> </thead> <tbody> <tr> <td>Jan.(Actual)</td> <td>80,000</td> <td>45,000</td> <td>20,000</td> <td>5,000</td> </tr> <tr> <td>Feb.(Actual)</td> <td>80,000</td> <td>40,000</td> <td>18,000</td> <td>6,000</td> </tr> <tr> <td>March (Actual)</td> <td>75,000</td> <td>42,000</td> <td>22,000</td> <td>6,000</td> </tr> <tr> <td>April (Budget)</td> <td>90,000</td> <td>50,000</td> <td>24,000</td> <td>7,000</td> </tr> <tr> <td>May(Budget)</td> <td>85,000</td> <td>45,000</td> <td>20,000</td> <td>6,000</td> </tr> <tr> <td>June(Budget)</td> <td>80,000</td> <td>35,000</td> <td>18,000</td> <td>5,000</td> </tr> </tbody> </table> <p>Additional Information:                      (i) 10% of the purchases and 20% of sales are for cash.                      (ii) The average collection period of the company is 1/2 month and the credit purchases are paid regularly after one month.                      (iii) Wages are paid half monthly and the rent of Rs. 500 included in expenses is paid monthly and other expenses are paid after one month lag.                      (iv) Cash balance on April 1,2012 may be assumed to be Rs.15,000</p>	Months	Sales (Rs.)	Purchases (Rs.)	Wages (Rs.)	Expenses (Rs.)	Jan.(Actual)	80,000	45,000	20,000	5,000	Feb.(Actual)	80,000	40,000	18,000	6,000	March (Actual)	75,000	42,000	22,000	6,000	April (Budget)	90,000	50,000	24,000	7,000	May(Budget)	85,000	45,000	20,000	6,000	June(Budget)	80,000	35,000	18,000	5,000	CO-4	[6]
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2.	<p>Mr. Gopal furnishes the following data relating to the manufacture of a standard product during the month of April, 2002:</p> <p>Raw Material consumed: Rs. 15,000                      Direct labour charges: Rs. 9,000                      Machine hours worked: 900 hours                      Machine hour rate: Rs. 5 per hour                      Administrative overheads: 20% on works cost                      Selling overheads: Rs. 0.50 per unit                      Units produced: 17,100                      Units sold: 16,000 @ Rs.4 per unit</p> <p>Prepare the cost sheet to show the total cost of production, profit per unit and profit for the period.</p>	CO-2	[6]																																			

3.	Differentiate between cost sheet in the service industry and cost sheet in the manufacturing industry. Support your answer with examples from each industry.	CO-2	[5]
4.	An entrepreneur approaches you to understand the importance of budgets and budgetary control which his accountant is asking him to start in his company. What will be your advice to him for starting budgetary control?	CO-4	[4]
5.	Describe the importance of segregating overheads into fixed and variable. Explain briefly any one method used for this segregation.	CO-2	[4]

JUIT TEST-2 EXAMINATION- OCT-2024