

**Exam. Code : 217601**

**Subject Code : 6894**

**M.Com. 1<sup>st</sup> Semester**

**MC-105 : MANAGEMENT ACCOUNTING &  
CONTROL SYSTEM**

Time Allowed—3 Hours] [Maximum Marks—100

**SECTION—A**

Attempt any 10 questions. Each question carries 2 marks.

10×2=20

1. Write short notes on the following :
  - (i) Internal users of accounting information
  - (ii) Matching principle
  - (iii) Accounting cycle
  - (iv) Operational control
  - (v) Functional structure
  - (vi) Responsibility accounting
  - (vii) Participative budget
  - (viii) Labour variance
  - (ix) Economic value added
  - (x) Absorption costing
  - (xi) Liquidity Ratios
  - (xii) Activity based costing.

**SECTION—B**

Attempt any 2 questions. Each question carries 20 marks.

20×2=40

2. Discuss in detail the Generally Accepted Accounting Principles and Concepts.
3. Explain the role and responsibilities of a management accountant.
4. What is the significance of Responsibility Accounting in context to a Decentralised Organization ? Discuss.
5. Write notes on :
  - (a) Fixed and Flexible Budgets
  - (b) Performance and Participative Budgets.

**SECTION—C**

Attempt any 2 questions. Each question carries 20 marks.

20×2=40

6. With the following ratios and further information given below, prepare a Trading Account, Profit and Loss Account and a Balance Sheet of XYZ :

Gross Profit Ratio	25%
Net Profit/Sales	20%
Stock-turnover Ratio	10
Net Profit/Capital	1/5

Capital to Total Liabilities	1/2
Fixed Assets/Capital	5/4
Fixed Assets/Total Current Assets	5/7
Fixed Assets	Rs. 10,00,000
Closing Stock	Rs. 1,00,000
Indirect Expenses	Rs. 40,000
Purchases	Rs. 6,80,000

7. Explain various methods of segment performance evaluation.
8. Detailed note on modes and types of Managerial Reports.
9. Write notes on :
  - (a) Quality Costing
  - (b) Target Costing.