

M.Com. 1st Semester

**MANAGEMENT ACCOUNTING AND CONTROL
SYSTEMS**

Paper—MC—105

Time Allowed—3 Hours]

[Maximum Marks—100

Note :— Attempt **FIVE** questions, selecting at least **one** question from each Section. The fifth question may be attempted from any Section. Each question carries **20** marks.

SECTION—A

1. What are Annual Reports ? Highlight the qualities of a good Annual Report.
2. Explain the relationship and differences between Management control, Strategic planning and operational control. Illustrate with the help of suitable examples.

SECTION—B

3. Which problems do the firms face while determining a transfer price ? Explain the various methods of Intra Company Transfer pricing.
4. Write brief notes on :
 - (a) Zero Based Budgeting
 - (b) Activity Based Budgeting
 - (c) Performance Budgeting
 - (d) Participative Budgeting.

SECTION—C

5. A company budgets for a production of 1,50,000 units. The Variable Cost per unit is Rs. 14 and fixed cost is Rs. 2 per unit. The company fixes its selling price to fetch a profit of 15% on cost :
- (a) What is the Break Even Point ?
 - (b) What is the Profit Volume Ratio ?
 - (c) If it reduces its selling price by 5%, how will the revised selling price affect the break even point and the profit volume ratio ?
 - (d) If a profit increase of 10% is desired more than the budget, what should be the sales at the reduced prices ?
6. What are Material and Labor variances ? Discuss their significance in Standard Costing.

SECTION—D

7. Elaborate the different types and modes of reporting at various levels of Management.
8. What is meant by Segment Performance Evaluation ? Discuss the modern measures of evaluating the performance of a particular segment.