



Code: 12E01303

MBA (Finance) III Semester Supplementary Examinations July 2015

**COST & MANAGEMENT ACCOUNTING**

(For students admitted in 2011, 2012 and 2013 only)

Time: 3 hours

Max Marks: 60

Answer any FIVE questions

All questions carry equal marks

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- 1 (a) What are the objectives of cost accounting?  
(b) Explain the managerial use of classification of costs.
- 2 (a) Explain the EOQ model.  
(b) Discuss the LIFO and FIFO methods of inventory.
- 3 (a) What is the basic idea behind Taylor's differential piece rate system?  
(b) Distinguish between time recording and time booking.
- 4 (a) Name four important aspects of process costing.  
(b) What are the joint products and by-products?
- 5 (a) Illustrate the make or buy decision.  
(b) Explain the advantages and limitations of marginal costing.
- 6 (a) What is flexible budget?  
(b) Explain the sales budget.  
(c) What is zero based budgeting?
- 7 (a) Distinguish between standard costing and marginal costing.  
(b) What is meant by labour variance analysis?
- 8 (a) What is the Break-Even analysis? Explain the assumptions and the limitations.  
(b) Explain the cost audit.  
(c) Describe the management audit.

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