

2024

( 4th Semester )

COMMERCE

Paper : BC-403

( Accounting for Managerial Decision )

Full Marks : 70

Pass Marks : 45%

Time : 3 hours

( PART : B—DESCRIPTIVE )

( Marks : 45 )

The figures in the margin indicate full marks for the questions

1. (a) Explain the nature and scope of management accounting. 9

Or

- (b) Distinguish between management accounting and financial accounting. 9

( 2 )

2. (a) "The responsibility of management accountant is to help management in taking correct decisions and improving the efficiency of operations." Discuss on the above statement. 9

Or

- (b) State the limitations of management accounting. 9

3. (a) Explain the applications of marginal costing. 9

Or

- (b) Sale of a product amounts to 200 units per month at ₹ 10 per unit. Fixed overhead cost is ₹ 400 per month and variable cost is ₹ 6 per unit. There is a proposal to reduce prices by 10%. Calculate present and future P/v ratio. How many units must be sold to earn present total profits? Also calculate the BEP in units and value. 9

4. (a) Discuss the different tools of financial statement analysis. 9

Or

- (b) Following is the details of Gallant Ltd. as on 31.3.2020 and 31.3.2021. You are required to prepare the common size

( 3 )

income statement for the year ending 31.03.2020 and 31.03.2021 and comment on the financial position of the concern. 9

Particulars	31.3.2020	31.3.2021
	₹	₹
Sales	45,00,000	72,00,000
Cost of goods sold	22,50,000	36,00,000
Operating expenses	1,25,000	24,50,000
Interest on loan	15,000	1,00,000
Depreciation	1,75,000	1,00,000
Advertisement expenses	45,000	75,000
Distribution expenses	10,000	—

Tax rate is 35%.

5. (a) Define report. State the different methods of reporting. 2+7=9

Or

- (b) Explain the general principles to be observed while preparing reports. 9

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**COMMERCE**

Paper : BC-403

**( Accounting for Managerial Decision )****( PART : A—OBJECTIVE )****( Marks : 25 )***The figures in the margin indicate full marks for the questions*

1. Choose the correct answer and place its code in the brackets provided : 1×10=10

(a) The main role of management accounting is

- (i) planning
- (ii) decision making
- (iii) direction
- (iv) provision of information to management

( 2 )

( 2 )

Poland-103

( 101 )  
Internal report

The above  
visited on  
descriptive  
This

(h) The ratio of liquid asset to current liabilities is

(i) quick ratio

(ii) current ratio

(iii) absolute liquid ratio

(iv) combined ratio

[ ]

(i) Which of the following is a kind of information report?

(i) Trend reports

(ii) Analytical report

(iii) Activity reports

(iv) All of the above

[ ]

(j) Management reporting can be performed as

(i) internal reporting

(ii) external reporting

(iii) Both (i) and (ii)

(iv) None of the above

[ ]

2. State whether the following statements are True (T) or False (F) by putting a Tick (✓) mark : 1×5=5

(a) Management accounting is a structure for decision-making.

( T / F )

(b) The use of management accounting is compulsory to all organizations.

( T / F )

(c) The BEP decreases when selling price is increased.

( T / F )

(d) External analysis is based on published financial statements.

( T / F )

(e) Complaint is not a parameter of a formal report.

( T / F )

3. Write short notes on the following : 2x5=10

(a) Management accountant

(i) Management accounting is a structure for decision-making.

(ii) Management accounting is a structure for decision-making.

(b) The use of management accounting is compulsory to all organizations.

(i) Management accounting is a structure for decision-making.

(c) The BEP decreases when selling price is increased.

(d) External analysis is based on published financial statements.

(i) External analysis is based on published financial statements.

(e) Complaint is not a parameter of a formal report.

(i) Complaint is not a parameter of a formal report.

(b) Budgetary control

(c) Marginal costing

(c) Marginal costing

(a) Management accountant

(d) Ratio analysis

(e) Internal report

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(e) Internal report

(4) Ratio analysis

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