

MAY 2014

**P/ID 77504/PMBD/
PMB1D/PMBSD**

Time : Three hours

Maximum : 100 marks

PART A — (5 × 6 = 30 marks)

Answer any FIVE questions.

1. Explain the objectives of Management Accounting.
2. Differentiate between Cost Accounting and Management Accounting.
3. What are the various tools of Management Accounting?
4. What are the significance of ratio analysis?
5. Explain the term "Flow of funds".
6. What are the uses of funds flow statement?
7. Distinguish between absorption and marginal costing.
8. Explain the marginal cost equation.

PART B — (5 × 10 = 50 marks)

Answer any FIVE questions.

9. Discuss the function of Cost Accounting.
10. Discuss the functions of Budgetary control.
11. What are the advantages and limitations of job costing?
12. Discuss the functions of Standard Costing.
13. What are the limitations of Variance Analysis?
14. Discuss the limitations of Break-even analysis.
15. What are objectives of absorption costing?
16. What are differences between Direct costing and Absorption costing?

PART C — (1 × 20 = 20 marks)

(Compulsory)

17. Explain the limitations, functions and objectives of Ratio Analysis.
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