

MAY 2016

P/ID 77805/PMSF5

Time : Three hours

Maximum : 100 marks

PART A — (5 × 6 = 30 marks)

Answer any FIVE questions.

1. What do you understand by the Cost Breakdown Structure (CBS)? Explain.
2. What do you mean by Benchmarking? Explain.
3. Is JIT responsible for bringing changes in a firm? Explain.
4. What are the considerations that should be kept in mind while forming cost audit report? Discuss.
5. Discuss Activity cost behavior.
6. What do you mean by Activity based responsibility accounting? Explain.
7. Discuss quality control in production process.
8. Explain various characteristics of strategic position.

PART B — (5 × 10 = 50 marks)

Answer any FIVE questions.

9. What is “Activity-Based Costing” and “Activity-based Management?” How are the costs of the organization’s significant activities accumulated and then assigned to goods or services where activity-based costing is used?
10. How does value chain analysis help a firm to gain competitive advantage? Explain.
11. Discuss the factors affecting cost management.
12. Describe in detail activity based budgeting? Explain zero based budgeting.
13. Discuss in detail the steps of tactical decision making.
14. What is productivity measurement and discuss the various cost control measures.
15. Discuss the benefits and uses of strategic group analysis in business.
16. Why quality cost information is needed? Discuss and explain how it is used.

PART C — (1 × 20 = 20 marks)

Compulsory.

17. “Balance Score Card is a strategic tool for measuring and evaluating the performance of an organisation”. Justify this statement and discuss. Also explain the steps for developing a Balance score card.
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