

Roll.No.

23PCOCT2005

SHRIMATHI DEVKUNVAR NANALAL BHATT VAISHNAV COLLEGE FOR WOMEN
(AUTONOMOUS)

(Affiliated to the University of Madras and Re-accredited with 'A+' Grade by NAAC)
Chromepet, Chennai - 600 044.

M.Com. - END SEMESTER EXAMINATIONS - NOVEMBER 2025

SEMESTER - II

23PCOCT2005 - Accounting for Decision Making

Total Duration : 2 Hrs. 30 Mins.

Total Marks : 60

Section B

Answer any **SIX** questions ($6 \times 5 = 30$ Marks)

1. Explain the advantages of Management Accounting.
2. From the following information presented, prepare a comparative statement and interpret the changes.

Particulars	31.3.24	31.3.25
Net Sales	20,00,000	25,00,000
Cost of sales	10,00,000	13,00,000
Operating expenses	5,00,000	4,00,000
Non-operating expenses	20,000	20,000

3. From the following information, you are required to prepare process account:

Particulars	Amount (Rs.)
Materials consumed	12,000
Direct labour	14,000
Manufacturing expenses	4,000
Input in Process A (10,000 units)	10,000
Output (9,400 units)	
Value of normal wastage: Rs.8 per 100 units	

4. Calculate the actual output in units:

Input : 10,000 units

Normal loss : 5%

Abnormal loss : 400 units

5. Compute BEP:

Particulars	Amount (Rs.)
Sales	6,00,000
Fixed expenses	1,50,000
Variable Cost:	
Direct material	2,00,000
Direct labour	1,20,000
Other variable expenses	80,000

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6. Explain Cost Volume Profit Analysis & Break Even Analysis.
7. Prepare production budget for three months ending March 2006

Type of product	Stock on 1.1.2025	Sales 31.12.2025.	Stock on 31.12.2025
A	2,000	10,000	5,000
B	3,000	15,000	4,000
C	4,000	13,000	3,000
D	5,000	12,000	2,000

8. Product X requires 20 kgs of material at Rs.4 per kg. The actual consumption of material for the manufacturing of product X came to 24 kgs of material at Rs.4.50 per kg. examine (i) Material cost variance (ii) Material price variance

Section C

I - Answer any **TWO** questions ($2 \times 10 = 20$ Marks)

9. Explore the difference between management accounting and financial accounting.
10. Compute the value of trend percentage for the following and give your interpretation.

Particulars	Years (Rs. in thousands)				
	2021	2022	2023	2024	2025
Stock	1,000	1,500	1,500	2,000	2,500
Debtors	500	700	800	1,100	1,500
Other current assets	500	600	700	900	1,000
Creditors	100	500	250	400	550
Other current liabilities	400	500	500	600	700

11. Srikar & Co., produces through two process 'J' and 'K'. Solve the process accounts from the following details relating to March 2024

	Process J (Rs.)	Process K (Rs.)
Material	45,000	15,000
Labour	60,000	25,000
Chargeable expenses	5,000	10,000

The overheads amounting to Rs.17,000 are to be apportioned on the basis of labour.

12. Following particulars have been taken from the books of ABC Ltd.

Particulars	2004 (Rs.)	2005 (Rs.)
Sales	20,00,000	25,00,000
Profit/Loss	1,00,000 (Loss)	1,00,000 (Profit)

Evaluate: a) P/V Ratio b) Break Even Sales c) Sales required to earn a profit of Rs.5,00,000

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II - Compulsory question (1 × 10 = 10 Marks)

13. Examine the flexible budget for production at 75% and 100% capacity on the basis of the following data for a 50% activity.

Particulars	Per unit (Rs.)
Materials	100
Labour	50
Variable expenses (direct)	10
Administrative expenses (50% fixed)	40,000
Selling and distribution expenses (60% fixed)	50,000
Present production (50% activity)	1000 units
