

1129

**M.Com. (M.E.F.B.) First Semester**  
**FB-106: Accounting for Managerial Decisions**

**Time allowed: 3 Hours**

**Max. Marks: 80**

**NOTE:** Attempt five questions in all, selecting atleast two questions from each Unit.

x-x-x

**UNIT – I**

- I. Define accounting. What are the various branches of accounting? Discuss the relationship of accounting with economics. (16)
- II. Define accounting principles. Discuss the various accounting concepts and conventions with examples. (16)
- III. Define marginal costing. What is the need of marginal costing? How it differs from absorption costing and differential costing. (16)
- IV. Define budget, budgeting and budgeting control. Discuss the factors to be considered to make the budgetary control system effective. (16)
- V. Define Zero Base Budgeting (ZBB). How it differs from traditional budgeting. Discuss the advantages and limitations of ZBB. (16)

**UNIT – II**

- VI. Define and distinguish between the following:-
  - a) Standard cost and Historical cost
  - b) Standard costing and Budgetary control(16)
- VII. Define variance and variance analysis. Explain and illustrate the procedure of computing the material variances. (16)
- VIII. Define responsibility-accounting. What is the need of responsibility accounting? Discuss the fundamental aspects of responsibility accounting. (16)
- IX. Define transfer pricing. Discuss the various methods and problems in transfer pricing. (16)
- X. What do you mean by 'reporting to management'? Explain the role of reporting system in effective management. Discuss the various kinds of reports prepared for different levels of management. (16)

x-x-x