



B.Com. (Semester – VI) Examination, April 2016
Major 3 : COST AND MANAGEMENT ACCOUNTING
Cost and Management Audit (New Course)

Duration : 2 Hours

Total Marks : 80

- Instructions :**
- 1) **All questions are compulsory.**
 - 2) **Figures to the right indicate maximum marks allotted to questions/sub questions.**
 - 3) **Answer sub-questions in Question No. 1 and Question No. 2 in not more than 100 words each.**
 - 4) **Answer question no. 3 to question no. 6 in not more than 400 words each.**

1. Answer **any four** of the following :

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- i) Internal control.
- ii) Judgemental sampling.
- iii) Accounting for R and D expenses.
- iv) Notes to the cost audit report.
- v) Benefits of cost accounting records.
- vi) Unqualified opinion of cost auditor.

2. Answer **any four** of the following :

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- i) Necessity of cost audit.
- ii) Cost auditors observations and conclusion.
- iii) Social cost benefit analysis.
- iv) Qualities of management auditor.
- v) Features of management audit.
- vi) Uses of management audit.



3. a) What do you mean by inventory control ? How would you evaluate the effectiveness of inventory control system ? 12
- OR
- b) What is capacity utilization ? Enumerate the points to be considered for the evaluation of capacity utilization. 12
4. a) State the points to be considered for accounting for production and sales. 12
- OR
- b) Explain the end uses of cost audit report. 12
5. a) Explain the scope of management audit. 12
- OR
- b) What is corporate image ? Enumerate the points to be considered for the evaluation of corporate image. 12
6. a) Explain the special penal provisions applicable to the cost auditor. 8
- b) Audit of process of management. 4
- OR
- x) Explain in detail qualifications to cost audit report. 8
- y) Describe the need for management audit. 4
