

M.Com. Part- II Examination, 2020 (DDE)

Subject : Commerce

(Paper 22: Advanced Cost Management)

Time: 2 Hours

Full Marks: 40

The figures in the margin indicate full marks.
Candidates are required to give their answers in their own words
as far as practicable

Answer any four questions

10x4=40

1. Write short notes on:

a) Variable Overhead Variance

b) Material Yield Variance.

(5+5)

2. Discuss briefly the different methods of transfer pricing indicating their applicability.

(10)

3. a) Briefly explain the impact of target costing on profitability.

b) State the advantages of target costing.

(5+5)

4. (a) Distinguish between 'Cost Control' and 'Cost Reduction'.

(b) Briefly explain the concept of value analysis as a cost reduction technique.

(5+5)

5. (a) Narrate the different steps followed to operate Activity Based Costing (ABC) System.

(b) State the circumstances in which Companies need to apply ABC in decision making.

(5+5)

6. (a) Explain the application of Service Costing in five different sectors with appropriate cost units.

(b) Distinguish between Service Costing and Product Costing.

(5+5)