

2055

B. Voc. (Food Processing and Preservation)

Sixth Semester

FPP-603: Budgetary Control of Optimization

Time allowed: 3 Hours

Max. Marks: 80

*NOTE: Attempt five questions in all, including Question No. 1 which is compulsory and selecting one question from each Unit.*

Q1. Attempt the following:-

- a) Define budget.
- b) What is meant by budget deviation?
- c) Write two objectives of scheduling production.
- d) What is meant by reducing expenditure during production?
- e) What is cost variance?
- f) How to investigate reason of budget variance?
- g) Identify the opportunities to improve performance
- h) What is meant by scheduling holidays?

(8x2)

**UNIT - I**

Q2.

- a) Describe in detail the various types of budgets.
- b) Explain accounting models used to manage a budget.

(8,8)

Q3.

- a) Define budget control and discuss the fundamentals of controlling activity.
- b) Explain the principles of efficiency in the control process and analyze the causes of budget deviation.

(6,10)

**UNIT - II**

Q4.

- a) How can scheduling and planning the production process can help optimize the budget of an industry.
- b) Explain the importance of budget allocation for product and manpower.

(8,8)

(2)

Q5.

- a) What is variance in budget control? Explain the methods of identifying variances in budget control and revision.
- b) Discuss various ways of reducing expenditure during production. (8,8)

**UNIT - III**

Q6 Explain the following in detail:

- (a) Material Variance
- (b) Labour Variance
- (c) Overhead Variance
- (d) Sales Variance (4 x4)

Q7.

- a) How do you identify situations when the actual budget exceeds the approved budget?
- b) Explain how to investigate variances and suggest corrective measures to control the budget. (8,8)

**UNIT - IV**

Q8. Discuss the impact of production-related decisions on budget by explaining:

- a) Adjusting production volume
- b) Scheduling equipment maintenance (8,8)

Q9.

- a) Explain the principles and processes involved in business and financial control of an organization.
- b) How do financial and accounting procedures affect budget management? (8,8)