

**M.Com
1st Semester**

**Master of Commerce
(M.Com)**

**First Semester
Assignments
2026**

For January 2026 and July 2026 admission cycle



**School of Management Studies
Indira Gandhi National Open University
Maidan Garhi, New Delhi -110 068**



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ASSIGNMENTS –2026**

Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment for each course. We are sending the assignments of all the six courses together in this booklet.

Assignment is given 30% weightage in the final assessment. To be eligible to appear in the Term-End Examination, it is compulsory for you to submit the assignments as per the schedule. Before attempting the assignments, you should carefully read the instructions given in the Programme Guide.

These assignments are valid for two admission cycles (**January 2026 and July 2026**). The validity is given below:

- 1 Those who are enrolled in **January 2026**, it is valid upto **December 2026**.
- 2 Those who are enrolled in **July 2026**, it is valid upto **June 2027**.

In case you are planning to appear in June Term-End Examination, you must submit the assignments to the Coordinator of your Study Centre latest by **15th March**, and if you are planning to appear in December Term-End Examination, you must submit them latest by **15th October**.

In case, you are not able to submit the assignment during above mentioned period, you are required to submit the new assignment.

TUTOR MARKED ASSIGNMENT

Course Code	:	MCO – 05
Course Title	:	Accounting for Managerial Decisions
Assignment Code	:	MCO – 05 /TMA/2026
Coverage	:	All Blocks

Maximum Marks: 100

Attempt all the questions.

- Q. 1** a) Why accounting practices need be standardized? What progress has been made in India regarding standardization of accounting? **(10+10)**
- b) The following figures have been obtained from the cost records of a manufacturing company for the year 2002:

Cost of Materials	1,20,000
Wages for Direct labour	1,00,000
Factory overheads	60,000
Distribution expenses	28,000
Administration expenses	67,200
Selling expenses	44,800
Profit	84,000

A work order was executed in 2003 and the following expenses were incurred:

Cost of Materials	16,000
Wages for labour	10,000

Assuming that in 2003 the rate for factory overheads went up 20%, distribution charges went down by 10% and selling and administration charges went up by 12.5%, at what price should the product be quoted so as to earn the same rate of profit on the selling price as in 2002. Show the full workings.

Factory overheads are based on direct wages while administration, selling and distribution expenses are based on factory cost.

- Q. 2** a) What are the financial statements? How far are they useful for decision-making purposes? **(10+10)**
- b) Why do accountants prepare a budget for a period that is already over when we know the actual results by then? Explain.

Q. 3 From the following particulars compute leverage ratios: **(20)**

Liabilities	Rs.	Assets	Rs.
Equity Share Capital	40,000	Land	22,000
8% Preference Share Capital	20,000	Building	24,000
Reserves	10,000	Plant and Machinery	38,000
Profit and Loss Account	5,000	Furniture	5,000
10% Debentures	45,000	Sundry Debtors	22,000
Trade Creditors	9,000	Stock	13,000
Outstanding Expenses	2,000	Cash	14,000
Provision for Taxation	3,000	Prepaid expenses	2,000
Proposed Dividend	6,000		
Total	1,40,000	Total	1,40,000

Q. 4 a) “Calculation of Variances in standard costing is not an end itself, but a means to an end” Discuss. **(10+10)**

b) Discuss a few basic differences between “cash” concept of funds flow statement and “working capital” concept of funds flow statement.

Q. 5 Distinguish between the following : **(5x2)**

- a) Cash Flow Analysis and Fund Flow Analysis
- b) Standard Costing and Budgeting

Q. 6 Write short notes on the following : **(5x2)**

- a) Responsibility accounting
- b) Managerial Uses of Marginal Costing