

Advantages of Budgetary Control Budgetary control has become an important tool of an organization to control costs and to maximize profits. It helps in reducing the cost of production by eliminating the wasteful expenditure. Thus, it is an effective method of controlling the activities of various departments of a business unit. If there is no definite aim then the efforts will be wasted in achieving some other aims. By promoting cost consciousness among the employees, budgetary control brings in efficiency and economy. 2. 3. 4. 5. 6. 7. 8.