

Roll No.

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**B.B.A. (Second Semester)
EXAMINATION, MAY-JUNE, 2022
COST ACCOUNTING
(109)**

Time : Three Hours]

[Maximum Marks:90

[Minimum Pass Marks: 32]

Note : Attempt all the five questions. One question from each unit is compulsory. All questions carry equal marks.

UNIT-I

1. What do you mean by Cost Account? Explain its objectives.

OR

Explain the advantages and disadvantages of Historical Cost Accounting.

UNIT-II

2. What do you mean by element of cost? Explain briefly.

P.T.O.

[2]

OR

The annual demand of an item is 12800 units. The unit cost is Rs. 8 and inventory carrying cost is 25% per annum. If the cost of an order is Rs. 100 determine

- (i) EOQ
- (ii) Number of orders per day
- (iii) Time between two consecutive orders

UNIT-III

3. What are the methods of material control?

OR

Write Notes:

- i) Ideal Time
- ii) Accounting standard on 'Overheads'.

UNIT-IV

4. Prepare cost sheet from the following informations:-
(1000 units) Mann Ltd.

Materials	20,000
Labour	10,000
Factory fuel	5,000
Factory lighting	7,000
Office drawing	10,000
Office salary	10,000

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[3]

Selling and Distribution 10% of work cost
Profit 10% on sales

OR

Compute Machine Hour Rate for Machine No. 58 from the following data:

- | | |
|--|-------------|
| 1. Cost of Machine | Rs. 11,000 |
| 2. Scrap value | Rs. 1,000 |
| 3. Effective Life | 10000 Hours |
| 4. Repairs and Maintenance for whole life | Rs. 2,500 |
| 5. Standing charges for the shop for the month of 25 working day | Rs. 400 |
| 6. No. of the Machine in shop | 10 |
| 7. Working hours per day | 8 hrs. |
| 8. Power used per machine per month | 150 |
| 9. Machine insurance 5% of depreciation | |

OR

Rishi Chemical Ltd. is engaged in the production of an article 'A' and in the course of its manufacturing a by product 'B' is produced, which is of equal importance on weight and value as a main product 'A' is. For the month of December 2017 the following are the joint expences of 'A' & 'B'.

	Rs.
Direct Material	30,000
Direct Labour	89,000

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P.T.O.

[4]

Overhead 6,000

The proportionate expenses incurred in connection with the by product 'B' are 50% of the prime cost of both products.

Assuming that the by product 'B' is sold at a profit of 20% on cost, find out cost of 'A' and the profit realised on 'B'.

UNIT-V

5. What do you mean by standard coming? What are the advantages of standard costing?

OR

What is Master Budget? Why it is important for organised sector?

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