<b>18U374</b> (Pages: 3)			Name:	
THIRD SEMESTER	B.Com. PROFESSIONA		Reg. No	
THE SEMESTER	(Regular/Supplement		MITON, NO VENIDER 2017	
	(CUCBCS	•		
	CC17U BCP3 B03 – CC	OST ACCOUNTING		
	(B.Com. Profess	•		
Time: Three Hours	(2017 Admission	on onwards)	Maximum: 80 Marks	
Time. Timee Hours	PART	ΓΑ	Waxiiiuiii. oo Warks	
	Answer <i>all</i> questions. Ea			
I. Choose the correct answ	wer:			
1. The units of output	ut in relation to which cost	incurred by a cost Cen	tre is called	
a. Cost unit	b. Production units	c. Process unit	d. Accounting unit	
2. Purchase requisiti	ion is prepared by		•	
a. Purchase mana	ger	b. Stores manager		
c. Production mar	nager	d. Accounts manage	er	
	availability when a new or			
a. Stock level	b. Re order level	c. Replacement leve	el d. buffer level	
4. A process whereb	by all stock items are physic	cally counted and then	valued in	
a. Bincard system		b. Continuous stock	taking system	
c. Periodic stock	c. Periodic stock taking system		ory system	
5. Which method do	es not guarantee wages on	time basis?		
a. Halsey	b. Rowan	c. Piece rate system	d. Production bonus	
II. Fill in the blanks.				
6. Abnormal loss of	materials are charged to			
7. The inefficient we	orker is penalized by paying	g him low piece rate in	1	
8. Another name for	direct expenses is	_		
9. Variable cost char	nges with change	in output.		
10. Casual workers as	re usually workers	S.		
			$(10 \times 1 = 10 \text{ Marks})$	
	PART	ГВ		
A	nswer <i>eight</i> questions. Each	n question carries 2 ma	arks.	
11. What is direct ma	terial?			
12. What is time keep	ping?			
13. Give the meaning	of labor turnover?			
14. Explain differenti	al piece rate system?			
15. What is EOQ?				
	(1)	)	Turn Over	

- 16. What is double bin system?
- 17. Define marginal cost.
- 18. What is fixed over heads?
- 19. Define costing.

 $(8 \times 2 = 16 \text{ Marks})$ 

## PART C

Answer any six questions. Each question carries 4 marks.

- 20. Distinguish between bincard and stores ledger.
- 21. Explain (a) wastage
- (b) scrap
- (c) spoilage
- (d) defectives

- 22. What are the benefits of integrated accounting system?
- 23. What are the causes for labor turnover?
- 24. Prepare stores ledger account from the following particulars by FIFO method?

2010, Jan 1. Balance 600 units @ `50 per unit

Jan 3. Issues 300 units

Jan 10 Purchased 400 units @ `52 per unit

Jan 15. Issues 360 units

Jan 20. Purchases 640 units @ `60 per units

Jan 30. Issues 220 units

25. Material A is used as follows

Minimum usage 1000 units per week
Maximum usage 3000 units per week
Normal usage 2000 units per week

Ordering quantities 3200 units

Delivery period 6-8 weeks

Calculate (a) maximum level (b) minimum level (c) reordering level

26. Calculate the earnings of a worker from the following information

Standard time 60 hours

Time taken 40 hours

Hourly rate of wages is `2 per hour plus dearness allowance @ `1 per hours worked.

27. Calculate machine hour rate from the following

Cost of the machines 38400 Estimated scrap value 2400 Average repair charges per month 300

Standing charges allocated to machine per months `100

Effective working life of the machine 20000 hours

Running time per month 322 hours, power used by machine 10 units per hour @ 38 paise per unit.

 $(6 \times 4 = 24 \text{ Marks})$ 

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## PART D

Answer any *two* questions. Each one carries 15 marks.

- 28. Distinguish between financial accounting and cost accounting.
- 29. The excel company is divided into four department. A, B, C are production departments and D is a service department. The actual cost for a period is as follows

	`		`
Rent	2000	supervision	3000
Repairs to plant	1200	Fire insurance in respect of stock	1000
Depreciation of plant	900	power	1800
Employers liability for insurance	300	light	240

The following information is available in respect of the four departments.

	A	В	С	D
Area sq. metres	3000	2200	1800	1000
No. of employees	40	30	20	10
Total wages	6000	4000	3000	2000
Value of plant	24000	18000	12000	6000
Value of stock	15000	9000	6000	
HP of plant	24	18	12	6

Apportion the cost to the various departments on the most equitable basis.

- 30. M/s Captain Ltd showed a net loss of `208000 as per their financial accounts for the year ended 31<sup>st</sup> March 2016. The cost of accounts however, disclosed a net loss of `164000 for the same period. The following information was revealed as a result of the scrutiny of both the sets of books.
  - 1. Factory overhead under recovered `3000
  - 2. Administration over head over recovered `2000
  - 3. Depreciation charged in financial books `60000
  - 4. Depreciation recovered in cost accounts `65000
  - 5. Interest on investments not included in cost accounts `10000
  - 6. Income tax provided `60000
  - 7. Transfer fee (in financial books)1000
  - 8. Stores adjustment (credit in financial books)1000

Prepare reconciliation statement.

 $(2 \times 15 = 30 \text{ Marks})$ 

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