Reg. No: …………………..

FOURTH SEMESTER B.Com. DEGREE EXAMINATION, APRIL 2023

(CBCSS - UG)

(Regular/Supplementary/Improvement)

CC19U BCM4 B05 - COST ACCOUNTING

(Commerce: Finance/Taxation - Core Course)

(2019 Admission onwards)

Time: 2.5 Hours   Maximum: 80 Marks

Credit: 4

Part A (Short answer questions)

Answer *all* question. Each question carries 2 marks.

1. Define costing.

2. What is an overhead?

3. What are the uses of bin card?

4. What are the advantages of perpetual inventory system?

5. Define re order level

6. What is muster roll?

7. What is labour turnover?

8. What is merit rating?

9. What is time rate?

10. What is bedaux point?

11. What are the examples of standing charges?

12. What is cost sheet?

13. What is contract account?

14. State any two features of transport costing.

15. What do you mean by zero base budgeting?

(Ceiling: 25 Marks)

Part B (Paragraph questions)

Answer *all* question. Each question carries 5 marks.

16. From the following information prepare a Statement of cost for year 2011. Material consumed 2,00,000 Productive wages 1,60,000 Direct expenses 10,000 Indirect wages 20,000 Factory supervision 8,000 Power and fuel 8,000 Depreciation of machine 12,000 Other factory expenses 2,000 Office salaries 36,000 Sundry expenses 8,000 Rent and rates (Office) 16,000 Bad debts 4,000 Carriage outward 6,000 Travelling expenses 5,000 Advertising 5,000. From the following particulars, prepare a cost sheet showing the components of total cost and profit for the year ended 31" December 2011.

17. What are the objectives of material control?

18. What do you mean by pricing of materials?

19. What are the features of overheads?

20. Difference between job costing and process costing.

21. 1,000 units of raw materials were introduced to Process 1 @Rs. 20 per unit. Direct labour and other expenses were Rs. 6,000 and Rs. 5,000 respectively.

    Normal loss is estimated that 10% of the units put into the process. Scrap value of the last units is Rs.10 per unit. The actual output of the process was 850 units. Prepare Process 1 account, Normal loss account and Abnormal loss account.

22. A truck carries 5 tons of goods. It travels 100 kilometres per day for 26 days in a month. Calculate ton - Kms of the vehicle.

23. What are the limitations of standard costing?

(Ceiling: 35 Marks)

Part C (Essay questions)

Answer any *two* questions. Each question carries 10 marks.

24. Explain the purchase procedure.

25. Star company LTD has 5 departments. M, N, O and P are production departments and Q is a service department. The actual expenses for a period are as follows:

Rent	25,000
Repairs	35,000
Depreciation	17,500
Supervision	56,000
Welfare expenses	28,000
Insurance of stock	16,000
Employer's contribution to PF	12,000
Lighting	12,500

The following details are also available in respect of the departments.

	Dept M	Dept N	Dept O	Dept P	Dept Q
Floor area	1,400	1,200	1,100	900	400
No of workers	10	8	4	4	2
Total wages	1,00,000	80,000	50,000	50,000	20,000
Value of plant	2,00,000	1,80,000	1,60,000	1,00,000	60,000
Value of stock	1,50,000	1,00,000	50,000	20,000	-
No of light points	15	10	10	10	5

Prepare primary distribution summary.

26. From the following particulars prepare a cost sheet for the month of March 2006:

Stock on hand - 1" March

Raw materials	:	26,000
Finished goods	:	18,300
Work-in-progress	:	9,200

Stock on hand - 31" March

Raw materials	:	27,200
Finished goods	:	16,700
Work-in-progress	:	10,100
Purchase of raw materials	:	23,000
Carriage on purchases	:	1,500
Direct wages	:	18,500
Indirect wages	:	1,000
Sale of finished goods	:	76,000
Chargeable expenses	:	2,200
Factory overheads	:	9,500
Administration overheads	:	4,000
Selling and distribution overheads	:	5,200

27. What do you mean by budgetary control? What are its advantages and disadvantages?

(2 × 10 = 20 Marks)

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