

**Vidya Vikas Mandal's**  
**Shree Damodar College of Commerce & Economics, Margao- Goa**  
**First Year BBA(FS), Semester II, Semester End Assessment , Repeat April 2019**

**BFS C202 COST ACCOUNTING**

**Duration: 3 Hours**

**Max.Marks: 60**

**Instructions:**

- *Figures to the right indicate maximum marks*
- *Question One is compulsory*
- *Answer ANY 4 questions from Question Two to Question Six*
- *Start each new question on a fresh page*

**Q.1.) Write a short note on ANY 5 from the following: (5X4=20)**

- a) Elements of cost
- b) Methods of Inventory Valuation
- c) Inter-Process Profits
- d) Contract Costing
- e) Cost Accounting
- f) Unit Costing

**Q.2.) Prepare Cost Sheet considering following information: (10)**

The accounts of Hindustan Aeronautics Ltd as on 31<sup>st</sup> December 2018 shows the following:

Particulars	Rs.
Opening stock of raw material	12500
Purchases of raw material	136000
Closing stock of raw material	8500
Direct wages	54000
Direct expenses	12000
Factory overheads	100% of direct wages
Office and administrative overheads	20% of works cost
Selling and distribution overheads	26000
Cost of opening stock of finished goods	12000
Cost of Closing stock of finished goods	15000
Profit on cost 20%	

Prepare statement giving the following information:

- a) Prime cost
- b) Factory cost

- c) Cost of production
- d) Cost of Sales
- e) Sales

Q.3.) The following is the history of the receipt and issues of material in a factory during March 2018:

(10)

DATE	PARTICULARS	UNITS	PRICE (Rs.)
March 01	Opening Inventory	800 units	70
March 05	Purchases	1000 units	60
March 09	Purchases	400 units	50
March 25	Purchases	1400 units	60
March 12	Sales	1200 units	
March 27	Sales	1000 units	
March 28	Purchases	1400 units	50
March 29	Purchases	1500 units	40
March 29	Sales	1000 units	
March 30	Purchases	1000 units	60

Prepare Store Ledgers under FIFO Method.

Q.4.) Prepare the three Process Accounts assuming no opening and closing stocks from the following:

(10)

Particulars	Process I	Process II	Process III
Sundry Materials	Rs.1000	Rs.1500	Rs.500
Labour	5000	8000	6500
Direct Expenses	1050	1188	2009
Actual Output	9500 units	9100 units	8100 units
Normal wastage	3%	5%	8%
Selling price of Wastage per unit	0.25	0.50	1.00

10,000 units were issued to Process 1, at cost of Rs.1 per unit.

**Q.5.)** Noble Construction Company has undertaken two contracts House A and House B. **(10)**

The following particulars are obtained at the yearend 31st December 2017:

<b>Particulars</b>	<b>House A Rs.</b>	<b>House B Rs.</b>
Contraction expenses	14,800	
Contract Price	60,000	40,000
Material issued	23,000	16,600
Wages	20,000	14,000
Electricity fittings	1,400	300
Road making charges	8,000	
Plant installed at site	12,000	6,000
Period of plant remained on site during the year	10 months	8 months
Value of material on 31st December 2016	400	540
Cost of contract not yet certified		2,500
Cash received from contractee on 31st December 2016	60,000	24,000
Percentage of cash received to work certified	100%	66.67%

The total establishment expenses incurred during the year amounted to Rs. 12,240. These are to be charged in proportion to wages. Depreciation of plant is charged at 10% p.a.

You are required to prepare Contract Accounts showing profit or loss on each house for the year ending 31st December 2016 and the sum which will be transferred to P& L Account.

**Q.6. a)** From the following information, you are required to prepare Store Ledger under Weighted Average method: **(05)**

<b>Date</b>	<b>Particulars</b>
01/01/2015	Purchased 100 units of Rs. 30 per unit
15/01/2015	Issued 50 units
16/01/2015	Purchased 200 units of Rs. 40 per unit
18/01/2015	Issued 100 units
20/01/2015	Issued 100 units

**Q.6. b)** Distinguish between Job Costing and Batch Costing. **(05)**

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