



19102244

QP CODE: 19102244

Reg No :

Name :

BA DEGREE (CBCS) EXAMINATION, OCTOBER 2019

Third Semester

B.A Corporate Economics Model III

CORE COURSE - EC3CRT08 - COST ACCOUNTING

2017 Admission Onwards

24112184

Maximum Marks: 80

Time: 3 Hours

Part A

*Answer any **ten** questions.*

Each question carries 2 marks.

1. Define cost accounting
2. Describe "Cost Control"
3. Describe direct material
4. What are the disadvantages of weighted average method of pricing issues?
5. Explain Casual workers and out workers.
6. Explain idle time
7. Distinguish between normal idle time and abnormal idle time
8. Explain the Disadvantages of Taylor's Differential Piece rate system
9. Explain Rowan Premium Plan
10. Explain Overheads.
11. Distinguish between allocation and apportionment.
12. Explain contract costing.

(10×2=20)

Part B

*Answer any **six** questions.*

Each question carries 5 marks.

13. Explain the functions of costing.
14. What are the limitations of cost accounting?





15. Prepare stores ledger using FIFO & LIFO method

1/1 PURCHASED 300 UNITS @Rs.3.00
 4/1 PURCHASED 600 UNITS @Rs. 4.00
 6/1 ISSUED 500 UNITS
 10/1PURCHASED 700 UNITS @Rs4.00
 15/1 ISSUED 800 UNITS
 20/1 PURCHASED 300 UNITS @ 5.00
 30/1 ISSUED 100 UNITS

16. What are the advantages and disadvantages of LIFO method of pricing issues?

17. What are the advantages and disadvantages of weighted average method of pricing issues?

18. What is time wage system?

19. Explain Rowan Premium Plan Rowan Premium Plan.

20. Distinguish between allocation and apportionment of overheads

The following information relates to a Paper plate manufacturing company for the month ending March 2018.

	Amount(Rs)
Direct material consumed	18,000
Direct labour paid	12,000
Direct expenses	4,000
Factory overheads	6,000
Administrative overheads	4,500
Selling and Distribution overheads	2,500

21.

1000 units are produced during the period and all the the units produced are sold at Rs. 55 per unit.
 Prepare cost sheet

(6×5=30)

Part C

Answer any two questions.

Each question carries 15 marks.

22. Explain the Elements of Cost.

23. Calculate the value of the closing stock by using FIFO method

Opening balance on 1/1/2013= 500 units@ Rs.4
 Received 200 units @Rs.3.50 on 3/1/2013
 Received 400 units @Rs. 4.2 on 10/1/2013





Received 350 units @ Rs.4.00 on 18/1/2013
 Received 200 units @ Rs. 4.50 on 21/1/2013
 Received 150 units@ Rs. 4.80 on 25/1/2013
 Issued 350 units on 2/1/2013
 Issued 250 units on 6/1/2013
 Issued 150 units on 14/1/2013
 Issued 250 units on 20/1/2013
 Issued 200 units on 23/1/2013
 Issued 200 units on 23/1/2013

24. Sumit Company has five departments. P, Q, R, S are production departments and T is a service department. The actual expenses for the period are as follows:

	Rs
Repairs	3,500
Rent	2,500
Depreciation	1,750
Supervision	5,600
Insurance of Stock	1,600
Employer's contribution to PF	1,200
Lighting	1,250

The following are other information:

	Dep. P	Dep. Q	Dep. R	Dep. S	Dep.T
Floor Area (sq.ft)	140	120	110	90	40
No. of workers	5	4	2	2	1
Total wages (Rs)	10000	8000	5000	5000	2000
Value of plant (Rs)	20000	18000	16000	10000	6000
Value of stock (Rs)	15000	10000	5000	2000	----

Apportion the costs to various departments on an equitable basis.

25. What is Cost Sheet? Explain the components of cost sheet with appropriate examples.

(2×15=30)

