



K20U 1583

Reg. No. : .....

Name : .....



V Semester B.B.A./B.B.A.(R.T.M.) Degree (CBCSS-Reg./Sup./Imp.)  
Examination, November 2020  
(2014 Admn. Onwards)  
Core Course  
5B11BBA/BBA (RTM) : COST ACCOUNTING

Time : 3 Hours

Max. Marks : 40

SECTION – A

Answer **all** questions. **Each** question carries  $\frac{1}{2}$  mark.

1. What is meant by cost unit ?
2. What do you mean by inventory carrying cost ?
3. Define unit costing.
4. What is normal loss ? (4× $\frac{1}{2}$ =2)

SECTION – B

Answer **any four** questions. **Each** question carries 1 mark.

5. Differentiate profit centre from cost centre.
6. Explain ABC analysis.
7. Write a note on time booking.
8. What do you mean by under absorption of overhead ?
9. What is meant by work certified ?
10. Mention any two advantages of process costing. (4×1=4)

SECTION – C

Answer **any six** questions. **Each** question carries 3 marks.

11. What is cost reduction ? Explain its advantages.
12. Calculate EOQ from the following data :  
Consumption of the material per annum = 3000 units  
Ordering cost per order = Rs. 7.5 per order  
Cost per unit = Rs. 2.50  
Inventory carrying cost 20% of average inventory.

P.T.O.



13. Explain different methods of re-apportionment of overhead of service departments.
14. Explain the steps involved in job costing.
15. What is abnormal gain ? Explain its accounting treatment.
16. What are the functions of cost accounting ?
17. Differentiate Bin Card from Stores Ledger.
18. Explain the advantages and disadvantages of piece rate system. (6×3=18)

#### SECTION – D

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

19. What are the functions of Purchase Department ? Briefly explain the steps involved in purchase procedure.
20. The following information has been obtained from the records of Arvind Ltd., for the period April 1 to April 30, 2019. Prepare Cost Sheet.

	On April 1, 2019	On April 30, 2019
	(Rs.)	(Rs.)
Cost of raw materials	1,20,000	1,44,000
Cost of work-in-progress	30,000	42,000
Cost of stock of finished goods	84,000	80,000
Wages paid		2,40,000
Raw materials purchased		6,00,000
Factory overheads		1,00,000
Administrative overheads		40,000
Selling and distribution overheads		52,000
Sales		12,00,000



21. The following relate to a contract for the year ending 31<sup>st</sup> March 2019. Prepare Contract Account and Contractee's Account.

	<b>Rs.</b>
Materials issued to site	60,000
Wages paid	85,000
Direct charges paid	4,000
Indirect expenses	6,000
Plant issued to site	50,000
Cost of work uncertified	15,000
Wages outstanding on 31-3-19	7,500
Direct expenses outstanding	2,000
Cash received from contractee	1,50,000
Unused materials on 31-3-19	10,000
Value of work certified by 31-3-19	2,00,000

The work was commenced on 1<sup>st</sup> July 2018 and the contract price was agreed at 10,00,000. Depreciate plant at 20% per annum.

**(2×8=16)**

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