

Total No. of Printed Pages:3

SUBJECT CODE NO: X-3063
FACULTY OF COMMERCE AND MANAGEMENT
BCOM (CBCGS)(Pattern-2018-22) S.Y SEM IV
Examination April / May – 2024
Cost Accounting-II

[Time: 3:00 Hours]

[Max. Marks:80]

N. B

Please check whether you have got the right question paper.

- 1) Questions No.1 is compulsory.
- 2) Attempt any 4 question from Q.2 to. Q.7
- 3) Use of calculator is allowed

Q.1 Select the most appropriate answer.

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- 1) Imputed cost is a _____
 - a) National Cost
 - b) Real cost
 - c) Normal cost
 - d) Variable cost
- 2) Cost classification can be done in _____
 - a) Two ways
 - b) Three ways
 - c) Four ways
 - d) Several ways
- 3) Classification of cost is useful.
 - a) To find gross profit
 - b) To find net profit
 - c) To identify costs
 - d) To identify efficiency
- 4) Warehouse rent is a part of _____
 - a) Prime cost
 - b) Factory cost
 - c) Distribution cost
 - d) Production cost
- 5) Which one of the following is not considered for preparation of cost sheet?
 - a) Factory cost
 - b) Goodwill written off.
 - c) Selling cost
 - d) Labour cost

B) Answer the following question in one Sentence each.

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- 1) Tender is an.....
- 2) Cost of sales plus profit is.....
- 3) Prepaid expenses is an example of.....
- 4) Turnover ratio is also known as.....
- 5) Sales - Gross profit =

C) Fill in the blanks and rewrite the sentence.

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- 1) Depreciation on fixed assets in _____
- 2) Selling price per unit Rs. 10; variable cost Rs. 8 Per unit; Fixed cost Rs. 20000;
Break-even production in units _____
- 3) One of the most important tools of cost Planning is _____
- 4) In production budget closing stock is added with _____
- 5) EOQ stands for _____

D) State the following statements are whether True or False

- 1) Expenses on removal of machine are treated as cost of production.
- 2) Interest on capital should not be excluded from costing records.
- 3) Cost of large tools is generally capitalized.
- 4) Cost of Packaging is always included in advertising Cost.
- 5) Re-order level means the quantity to be ordered.

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Q.2 The following is summarised record relating to contract NO 107 commenced from 1st January-2018.

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	RS.
Materials issued from stores	60000
Materials from contact No. 104	6000
Materials purchased	54000
Wages	48000
Outstanding wages	12000
plant purchased for this contract	50000
Indirect charges	10000
Outstanding indirect charges	2000

Materials worth RS. 2000 and plant costing Rs. 2500 were returned to stores materials Costing Rs. 4000 and plant costing Rs. 1500 were stolen, materials worth Rs. 500 and plant costing Rs.500 were destroyed by fire. Materials and Plants transferred to contact No 96 were Rs. 5250 and Rs. 4000 respectively. Materials costing Rs. 4200 were sold for Rs. 6000 and plant costing Rs. 1000 were sold for Rs. 1250. Materials at site were Rs. 2600. Providing depreciation on plant @ 10% open contract account and found out the Cost of work done on the contract. The contract is not completed.



Q.3 Anand Transport company supplies the following details in respect of a truck of 5 tonne capacity.

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Cost of truck	Rs. 90,000
Estimated life	10years
Diesel, oil, Grease	Rs. 15 Per trip each way
Repairs & maintenance	Rs. 500 per month
Drivers wages	Rs. 500 per month
Cleaners wages	Rs. 250 per month
Insurance	RS.4800 per year
Tax	Rs. 2400 per year
General supervision charges	Rs. 4800 per year

The truck carries goods to and from city Covering a distance of 50 miles each way while going to the city freight is available to the extent of full capacity and on return 20%. Of capacity.



Assuming that the truck runs on as average 25 days a month work out

1. Operating Cost per tonne-mile and
2. Rate per tonne per trip that the company should charge if profit of 50%. On freight age is to be earned.

Q.4 2000 Units Costing Rs. 4 per unit were introduced to process I Labour costs and other expenses were Rs. 1080 and Rs. 120 respectively. Its output was 1900 units. The normal scrap was 10% Of the input and had a realisable value of Rs. 1 per unit. Prepare process I Account, Normal Loss Account and Abnormal Gain Account. 15

Q.5 The following is the summarized version of trading and profit and Loss Account of Continental Enterprise Ltd. for the year ended 31 December-2020. 15

Trading & profit

Particulars	Amt.	Particulars	Amt.
To material	48000	By sales	96000
To wages	36000	By closing	20400
To work expenses	24000	Stock of finished goods by work in progress Material-3000 Wages-1800 Work exp-1200	6000
To gross profit	14400		
	122400		122400
To administration expenses	6000	By gross profit	14400
To net profit	8400		
	14400		14400

During the year 6000 units were manufactured and 4800 of them were sold. The costing records show that works overheads have been estimated at Rs. 3 per unit produced and administration overheads at Rs. 1.50 per unit Produced. The costing books show a profit of Rs. 11040.

Prepare factory overheads Account, Administration overheads account an account showing that reconciliation between that total net profit as per cost accounts and that net profit shown in the financial books.

Q.6 What is single costing? Write its characteristics and objectives. 15

Q.7 Write short Notes (any three) 15

1. Selling and Distribution Expenses
2. Work-in-Progress
3. Accounting of contract
4. Transport service costing
5. Cost unit

