

# END TERM EXAMINATION

THIRD SEMESTER [B.COM (HONS.)] JANUARY 2023

Paper Code: BCOM-201

Subject: Cost Accounting

(Batch 2021 onwards)

Time: 3 Hours

Maximum Marks: 75

Note: Attempt five questions in all including Q. No.1 which is compulsory.

Q1 Write short notes on the followings (Any five):- (3x5=15)

- (a) VED Analysis
- (b) Differential piece wage system
- (c) Machine Hour Rate
- (d) Chargable Expenses
- (e) Activity Based Costing
- (f) Abnormal Gain
- (g) Cost Plus Contract

(b) = = = 2  
 86 x 100 = 79.4  
 75  
 + 53 = 128

Q2 "Costs may be classified in a variety of ways including according to their nature and information needs of the management". Explain and discuss this statement giving examples of classification required for different purposes. (15)

Q3 From the following particulars, you are required to prepare a Cost Sheet: (15) Rs.

- Productive wages ... 50,000
- Raw materials ... 35,000
- Administrative expenses ... 10,000
- Direct Expenses ... 7,500 Light and water ... 2,500
- Depreciation ... 1,500-
- Factory Rent ... 2,000
- Indirect labour ... 25,000
- Factory repairs ... 2,500
- Selling and distribution Overheads ... 4,000
- Sales ... 1,50,000

(15)  
 28  
 28  
 56  
 58

Q4 Excel Ltd. took a road construction contract in the year 2021. The contract price was Rs. 10,00,000. At the end of 2021, the company has received Rs. 3,60,000 being 90 per cent of work certified. Work yet to be certified on the same day cost Rs. 10,000. Expenditure incurred on the contract during the year was as follows: Materials Rs. 50,000, Labour Rs. 3,00,000, Plant Rs.20,000. Materials costing Rs. 5,000 were damaged and had to be disposed of for Rs. 1,000. The plant is considered as having depreciated by 25 per cent. Prepare contract account for 2021 in the books of Excel Ltd. showing profits to be credited to Profit and Loss account for 2021. (15)

Q5 Define "Overheads". Give their classification. Explain the fixed, variable and semi variable overheads in detail with suitable examples. (15)

(15)

P.T.O.

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