Roll No. | | | | | | | | | | | | |

Total No. of Questions: 07 **Total No. of Pages: 02**

B.COM. (Sem. 4)
COST ACCOUNTING-I
Subject Code: BCOP-403
Paper ID: B1142

Time: 3 Hrs. **Max. Marks: 60**

INSTRUCTIONS TO CANDIDATES:

1. **Section A is COMPULSORY consisting of TEN questions carrying TWO marks each.**
2. **Section B contains SIX questions carrying TEN marks each and students have to attempt any FOUR questions.**

SECTION A

1. Answer briefly:

(a) What do you mean by opportunity cost?

(b) What is cost unit?

(c) What is apportionment of overhead?

(d) What is material mix variance?

(e) What do you mean by P/V ratio?

(f) What is target costing?

(g) What is budgetary control?

(h) What do you understand by the concept of equivalent production?

(i) In contract costing what is meant by escalation clause?

(j) What is factory cost?

SECTION B

2. What do you mean by premium plans? How are incentive wages calculated under the Halsey plan and Rowan plan? Explain the difference between them.

3. Define joint products and by-products. Explain the various bases available for apportionment of joint costs to joint products.

4. Define marginal costing. Explain any five applications of marginal costing.

5. 100 skilled workmen, 40 semi-skilled workmen and 60 unskilled workmen were to work for 30 weeks to get a contract job completed. The standard weekly wages were Rs. 60, Rs. 36 and Rs. 24 respectively. The job was actually completed in 32 weeks by 80 skilled, 50 semi- skilled and 70 unskilled workmen who were paid Rs. 65, Rs. 40 and Rs. 20 respectively as weekly wages. Find out the relevant labour variances.

6. The Modern Manufacturing Company submits the following information on 31st March 2015:

	Rs.
Sales for the year	2,75,000
Inventories at the beginning of the year	
Finished Goods	7,000
Work-in-progress	4,000
Purchase of the materials	1,10,000
Materials inventory at the	
Beginning of the year	3,000
End of the year	4,000
Direct labour	65,000
Factory overhead was 60% of direct labour cost	
Inventories at the end of year	
Work-in progress	6,000
Finished Goods	8,000
Other expenses for the year:	
Selling expenses 10% of sales	
Administration expenses 5% of sales	

7. Explain the concept of activity based costing and cost drivers. What are the benefits of implementing ABC?