School of Management and Business Studies
Department of Management
JamiaHamdard
BBA General –II Semester
Cost Accounting (BBA-C-08)

Time:3hrs Maximum Marks:75

Section:A Attempt any 6 question. Each question carries 5 marks

1) Explain briefly the difference between cost accounting and financial accounting

2) What do you mean by Economic Batch Quantity? Explain briefly

3)Write a short note on Process costing

4) Discuss what do you mean by cost unit and cost centre with examples

5) Explain the types of contract costing in your own word. Also suggest which one would you prefer

6) What do you mean by costing and cost accounting? State the limitations of cost accounting

7) Explain the meaning and difference between contract costing and job costing

8)Describe break even point with help of an example and diagram

9) What is Marginal Costing? State the characteristics and assumptions of marginal costing

Section: B Attempt any 3 question. Each question carries 15 marks

1) Explain in detail Cost Classification and the various types of cost under different heads

2)Explain briefly budget and budgetary control along with the classification of budgets

3) From the following information you are required to
Prepare Cost Sheet for the period ended on 31St march 2016:

Consumable material:	Rs.
Opening stock	20,000
Purchases	1,22,000
Closing stock	10,000
Direct wages	36,000
Direct Expenses	24,000
Factory overheads	50 % of direct wages
Office and administration overheads	20% of works cost
Selling and distribution expenses	Rs.3 per unit sold

Units of finished goods
In hand at the beginning of the period (Value Rs. 12500) 500 units

Units produced during the period 12,000
In hand at the end of the period 1,500 units

Calculate the selling price per unit if 20% profit is charged on selling price. There is no work-in-progress either at the beginning or at the end of the period.

4) Explain the relationship between fixed cost, variable cost and total cost for per unit production and total production with the help of an example and graph

5)a) From the following information of ABC Ltd.

Production- 10,000 units

Fixed cost- Rs.1,00,000

Variable cost- Rs.50 per unit

Selling Price- Rs. 70 per unit

Calculate i) break even sales in units and value (5 marks)

ii) Margin of safety in units and value and profit earned (2marks)

b) If P/V Ratio is 40%, Fixed cost Rs.4,00,000 and Net profit is Rs. 2,00,000, find break even points value, Variable cost, Sales and Margin of safety (8 marks)

6) A manufacturing company provides the following information for the month of a February 2018. Prepare the estimated cost sheet for the month of March 2018 from the following information.

Direct material	Rs. 2,25000
Direct wages	Rs. 1,18000
Direct Expenses	Rs. 54000
Factory Expenses	Rs. 72000
Admn Expenses	Rs. 1,15000
Selling Expenses	Rs. 90000

The company produced 40,000 units during the month of February.

The company decided to produce 50,000 units duing the month of March, 2018. The company expected a 10% increase in the price of raw material. It is estimated that factory overhead (variable) will reduce by 20% , 60% of the factory overhead is fixed and 40% isis variable. The profit earned is 25% of sales. The selling expenses and administrative expenses are 50% variable and 50% fixed.