

Seat  
No.

**B.Com. (Semester - V) (New) (CBCS) Examination Oct/Nov-2019  
ADVANCED COST ACCOUNTANCY (Paper – I)**

Day & Date: Thursday, 24-10-2019  
Time: 11:30 AM To 02:00 PM

Max. Marks: 70

- Instructions:** 1) All questions are compulsory.  
2) Figures to the right indicate full marks.  
3) Use of calculator is allowed.

**Q.1 Fill in the blanks by choosing the correct alternatives given below: 14**

- 1) \_\_\_\_\_ is prepared to ascertain total cost of production and cost per unit.
  - a) Cost sheet
  - b) Income statement
  - c) Cost Account
  - d) Cost budget
- 2) Factory cost is also known as \_\_\_\_\_.
  - a) Works cost
  - b) Total cost
  - c) Productive cost
  - d) None of these
- 3) Warehouse charges are included in \_\_\_\_\_ overhead.
  - a) Administrative
  - b) Selling and distribution
  - c) Office
  - d) Factory
- 4) Cost of Sales is also known as \_\_\_\_\_.
  - a) Total Cost
  - b) Cost of Production
  - c) Productive Cost
  - d) Office Cost
- 5) Cotton / Jute industry has a \_\_\_\_\_ cost unit.
  - a) Bale
  - b) Tonne
  - c) Pair
  - d) Gallon
- 6) A person, Location or item of equipment for which cost may be ascertained and used for purpose of control is called \_\_\_\_\_.
  - a) Cost unit
  - b) Cost centre
  - c) Cost location
  - d) None
- 7) \_\_\_\_\_ aims at improving efficiency by reducing and controlling cost.
  - a) Ascertainment of cost
  - b) Control of cost
  - c) Cost sheet
  - d) Administrative cost
- 8) Remuneration paid for physical and mental efforts used in production is called \_\_\_\_\_.
  - a) Salary
  - b) Wages
  - c) Bonus
  - d) Commission
- 9) Request for purchases of materials in particular form to purchase department is termed as \_\_\_\_\_.
  - a) Purchase Requisition
  - b) Purchase Order
  - c) Purchase Receipt
  - d) Purchase Function
- 10) The \_\_\_\_\_ shows the details of receipt, issues and balance of each material in stock at any time.
  - a) Store Ledger
  - b) Bin Card
  - c) Inspection Note
  - d) Purchase Order

- 11) Materials which actually form a part of finished product is known as \_\_\_\_.
- a) Direct Material                      b) Factory Supply  
c) Indirect Material                      d) Finished Parts
- 12) \_\_\_\_\_ department deals with the labour cost preparing wage sheet.
- a) Engineering                              b) Personnel  
c) Payroll                                      d) Time keeping
- 13) \_\_\_\_\_ is objective of cost accounting.
- a) Cost control                              b) Cost analysis  
c) Ascertainment of cost                  d) All of these
- 14) \_\_\_\_\_ cost is remain constant at various level production.
- a) Fixed Cost                                b) Variable Cost  
c) Normal Cost                               d) Production Cost

**Q.2 Write short notes.** **14**

a) Importance of Cost Accounting  
b) Bin Card

**Q.3 Write Short Answer.** **14**

a) Explain the causes of Labour Turnover.  
b) From the following record of expenses incurred in 'Jayash Ltd'. Prepare statement of cost showing material consumed and prime cost.

1) Opening Stock of Raw Material	50,000	
2) Purchase	4,75,000	
3) Carriage Inward	16,000	
4) Direct Wages	1,60,000	
5) Direct Expenses	45,000	
6) Closing Stock	25,000	

**Q.4** During February 2017, 'Kemkar Ltd' has produced 5000 units, for this output cost incurred as follows:- **14**

Direct Material	1,20,000	Office Salary	60,000
Direct Wages	1,60,000	Salesman's Salary	80,000
Factory Rent	30,000	Carriage Outward	10,000
Office Rent	20,000	Delivery van expenses	15,000
Showroom charges	40,000	Depreciation on Plant	25,000
Power	10,000	Direct Expenses	40,000
Lighting	5,000	Crane Expenses	25,000
Sundry Factory Expenses	15,000	Factory Supervision	40,000
Indirect Wages	50,000	Depreciation on Office Equipment	5,000
Advertisement	50,000	Sales	10,00,000
Sales Commission	25,000		

Prepare Cost Sheet, showing total cost of production and cost per unit. Also shows Profit for the period.

**OR**

- Q.4** The following are the receipts and issues of material 'A' in 'Akash Ltd. during April - 2017. Prepare Bin card No. 161. Minimum Level – 200 kg, Re-order Level – 320 kg, Re-order Quantity – 500 kg 14

Date	Particulars		
1	Opening Stock	400 kgs	
5	Receipt from Supplier S <sub>1</sub>	-	400 kgs (GRN - 45)
8	Issued to Production Department	-	350 kgs (SRN - 88)
10	Issued to Production Department	-	200 kgs (SRN - 92)
15	Receipt from Supplier S <sub>2</sub>	-	500 kgs (GRN - 47)
17	Issued to Production Department	-	300 kgs (SRN - 102)
18	Receipt from Supplier S <sub>3</sub>	-	200 kgs (GRN - 51)
22	Receipt from Supplier S <sub>1</sub>	-	350 kgs (GRN - 54)
27	Issued to Production Department	-	300 kgs (SRN - 107)
29	Issued to Production Department	-	200 kgs (SRN - 110)

GRN = Goods Received Note and SR = Store Requisition

- Q.5** The Expenses incurred for manufacturing and selling product 'A' are follows:- 14

Direct Material Cost	60,000	Advertisement	3,000
Engineer's Fees	2,000	Time keeping Expenses	4,000
Power Fuel	14,000	Electricity Charges	4,000
Wages Payable	4,000	Donation to C.M. Fund	5,000
Office Salary	10,000	Commission on Sales	5,000
Trade Discount	1,000	Selling Expenses	2,000
Chargable Expenses	8,000		
Factory Rent	6,000		
Office Rent	2,000		
Operating Wages	26,000		

Sales during the period is 1000 units @ Rs. 200 per unit. Prepare cost sheet of 'Sadhana Ltd.' during the month ended 31/05/2016 showing Total Cost and Profit.

**OR**

- Q.5** From the following information calculate the Gross earnings and Net earnings of the workers for a Month May - 2018. 14

Particulars	Workers		
	Shital	Sneha	Shruti
a) Basic Pay	15000	15000	15000
b) Dear Allowance	65%	70%	75%
c) Provident Fund (on basic pay)	9%	9%	9%
d) Employees state insurance (on Basic Pay)	2%	2%	2%
e) Over time	15 hours	----	10 hours

Over time is paid for at double the normal rates plus Dearness Allowance. The normal working hours are 200.

Show the working notes for calculating the D.A. of each worker.