

Roll No.

BBA–303

Basic Costing

Bachelor of Business Administration

(BBA–10/12/16/17)

Third Semester , Examination, 2018

Time : 3 Hours

Max. Marks : 80

Note : This paper is of **eighty (80)** marks containing **three (03)** Sections A, B and C. Learners are required to attempt the questions contained in these Sections according to the detailed instructions given therein.

Section–A

(Long Answer Type Questions)

Note : Section ‘A’ contains four (04) long answer type questions of nineteen (19) marks each. Learners are required to answer *two* (02) questions only.

1. What do you mean by costing methods ? Describe various methods of Cost Accounts.
2. Describe in brief the various methods of wage payments. Also explain their comparative advantages and disadvantages.

(B-63) P. T. O.

3. (a) What do you understand by Overheads ? Give its classification.
- (b) Discuss the different methods of pricing the materials issued from stores for production.
4. How is labour turnover measured ? Why is high labour turnover a matter of serious concern to the management ?

Section-B

(Short Answer Type Questions)

Note : Section 'B' contains eight (08) short answer type questions of eight (08) marks each. Learners are required to answer *four* (04) questions only.

Briefly discuss any *four* of the following :

1. What are the functions or objects of cost accounting ?
2. Prepare a Cost Sheet from the following data to find out profit and cost per unit :

Raw material consumed	₹ 1,60,000
Direct wages	₹ 80,000
Factory Overheads	₹ 16,000
Office Overheads	20% of factory cost
Selling Overheads	₹ 12,000
Units Produced	4000
Units sold	3600

3. What are cost-plus contract and Escalator clause ?
4. Distinguish between Joint Product and Byproduct.
5. What is meant by idle time and labour turnover ?
6. Explain with suitable example the FIFO method of pricing issue of materials.
7. Define Fixed expenses, variable expenses and semi-variable expenses.
8. What is 'Economic Order Quantity' ? How is it calculated ?

Section–C

(Objective Type Questions)

Note : Section 'C' contains ten (10) objective type questions of one (01) mark each. All the questions of this Section are compulsory.

Write True/False against the following :

1. Depreciation is an out of pocket cost. (True/False)
2. Bin card are not a part of accounting records.
(True/False)
3. A, B, C, analysis is based on the principles of Management by Exception. (True/False)
4. Incentive wage system reduce cost per unit of production. (True/False)
5. Increase in total variable cost is due to increase in production. (True/False)

Fill in the blanks :

6. Prime cost and overheads make
7. Material should be issued by the storekeeper against
8. Salesman's salary is a part of overhead.
9. In cost sheet, realizable value of scrap is deducted from

Answer the following question in one or two words :

10. Loss of material due to fire is treated as.