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**Roll No. -----**

## **BBA-303**

### **Basic Costing**

Bachelor of Business Administration

(BBA-10/12/16/17)

3<sup>rd</sup> Semester, Examination June 2022

Time: 2 Hours

Max. Marks: 80

Note : This paper is of Eighty (80) marks divided into two (02) Sections A and B. Attempt the questions contained in these sections according to the detailed instructions given therein.

### **Section – A**

(Long Answer – type questions)

Note: Section 'A' contains Five (05) long-answer-type questions of Twenty (20) marks each. Learners are required to answer any two (02) questions only.

[2 x 20 = 40]

P.T.O.

- Q.1. Define Cost Accounting. Discuss the significance of cost accounting in brief. Also discuss the different methods of Cost Accounting.
- Q.2. What do you understand by the term 'Cost'? Explain in detail the different elements of cost.
- Q.3. Describe in brief the various methods of wage payments. Also explain their comparative advantages and disadvantages.
- Q.4. What are the objects of material control? State briefly the various methods for pricing the issue of materials. Also discuss the merits, demerits and suitability of each method.
- Q.5. a) What is Job Costing? How does it differ from contract costing? Explain.  
b) Describe the general features of process costing. Name three industries where process costing can be applied.

P.T.O.

## Section – B

### (Short-answer-type questions)

Note: Section 'B' contains Eight (08) short-answer-type questions of Ten (10) marks each. Learners are required to answer any Four (04) questions only. [4 x 10 = 40]

Briefly discuss any four of the following:

- Q.1. Distinguish between direct expenses and indirect expenses. What types of expenses are included in the former.
- Q.2. What is a cost sheet and why it is prepared? Prepare a cost sheet with imaginary figures.
- Q.3. What is Economic Order Quantity? How is it calculated?
- Q.4. The particulars of A and B material are as follows:
- |                   |                                    |
|-------------------|------------------------------------|
| Normal Usage      | 10 units per week each             |
| Minimum usage     | 5 units per week each              |
| Maximum usage     | 15 units per week each             |
| Re-order Quantity | A- 60 units<br>B- 100 units        |
| Re-order Period   | A- 3 to 5 weeks<br>B- 2 to 4 weeks |

P.T.O.

Calculate for each material:

- a) Reorder level
- b) Minimum level
- c) Maximum level
- d) Average Stock Level

Q.5. Define 'Overheads'. Explain fixed variable and semi-variable overheads in detail.

Q.6. Discuss the causes of labour turnover.

Q.7. What are the arguments for and against inclusion of interest on capital in Cost Accounts?

Q.8. Explain Normal Wastage, Abnormal Wastage and Abnormal Effectives.

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