

12. Write short notes on the following :

- Economic order quantity
- Labour turnover rate
- Normal wastages
- Break-Even-Point

13. From the following data, calculate all the variances relating to material :

	Standard			Actual		
	Quantity	Rate (₹)	Amount (₹)	Quantity	Rate (₹)	Amount (₹)
X	120	5	600	112	5	560
Y	80	10	800	88	10	880
	200		1,400	200		1,440
Less :	60			50	Loss	
Output	140			150		

BBA-09

December – Examination 2022

B.B.A. (Part II) Examination

COST AND MANAGEMENT ACCOUNTING

Paper : BBA-09

Time : 3 Hours]

[Maximum Marks : 70

Note :- The question paper is divided into three Sections A, B and C. Write answers as per the given instructions.

Section-A

7×2=14

(Very Short Answer Type Questions)

Note :- Answer all questions. As per the nature of the question delimit your answer in one word, one sentence or maximum up to **30** words. Each question carries 2 marks.

- (i) Write any *two* limitations of Cost Accounting.
- (ii) Give four examples of direct expenses.
- (iii) Write the formula for calculating maximum stock level.

- (iv) Mention any *two* differences between fixed and variable overheads.
- (v) What is meant by Activity Based Costing ?
- (vi) Explain work uncertified.
- (vii) What is margin of safety ? Give formula.

Section-B **4×7=28**

(Short Answer Type Questions)

Note :- Answer any *four* questions. Each answer should not exceed **200** words. Each question carries 7 marks.

2. If wage rate is ₹ 30 per hour, standard time 6 hours and actual time taken is 4 hours. Ascertain the amount of bonus and total wages under Rowan plan.
3. How machine hour rate is calculated for absorption of factory overheads ?
4. Write any *four* differences between cost sheet and production account.
5. Component A is used weekly as follows :

Normal	Usages	50 units per week
Minimum	Usages	25 units per week
Maximum	Usages	75 units per week
Reorder	Quantity	300 units
Reorder	Period	4 to 6 weeks

Calculate :

 - (a) Reorder level
 - (b) Minimum stock level.

6. The following information is available for X Ltd. :

	₹
Sales	1,00,000
Variable Costs	60,000
Fixed Costs	30,000

Find the P/V ratio and margin of safety.

7. Explain the meaning and scope of management accounting.
8. What do you mean by Cost ? Explain the different elements of cost.
9. Explain in brief the following :
 - (a) Joint Product
 - (b) By-Product

Section-C **2×14=28**

(Long Answer Type Questions)

Note :- Answer any *two* questions. You have to delimit your each answer maximum up to **500** words. Each question carries 14 marks.

10. Explain the following methods of pricing of the issue of materials giving suitable examples :
 - (a) FIFO (First in First out)
 - (b) LIFO (Last in First out)
11. What are different methods of calculating profit on an incomplete contract ? Explain with illustration.