

BBA-09

June - Examination 2019

BBA Pt. II Examination**Cost and Management Accounting****Paper - BBA-09****Time : 3 Hours]****[Max. Marks :- 70**

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

Section - A**7 × 2 = 14**

(Very Short Answer 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..

- 1) (i) What do you mean by cost centre?
- (ii) Write the formula for calculating Re order level.
- (iii) Give the formula for calculating “Labour Flux Rate”.
- (iv) Give the formula for calculating absorption rate of overhead on the basis of prime cost.
- (v) What do you mean by cost of extra work done?
- (vi) Give the formula for calculating “Material Price Variance”.
- (vii) What do you mean by “Marginal Cost”?

Section - B**4 × 7 = 28**

(Short Answer Questions)

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

- 2) Write any four differences between cost and financial accounting.
- 3) Calculate Economic order quantity from the following:
 - (i) Annual consumption 600 units
 - (ii) Per order cost ₹ 24
 - (iii) Price per unit ₹ 40
 - (iv) Carrying cost 20% of unit cost.
- 4) Calculate the labour cost payable to an employee under Rowan scheme from the following data:

Time taken : 4 hrs 25 minutes
Time allowed : 5 hrs 30 minutes
Rate per hours : ₹ 3
- 5) Write the name of different methods of absorption of overheads.
- 6) Write any four differences between cost sheet and statement of cost.
- 7) How would you deal with “Profit on Incomplete contract” under contract costing?
- 8) The production cost of 100 units in a process was ₹ 3000. There was normal wastages of 10% in production and scrap was sold @ ₹ 3 per unit. Find out the production cost of remaining units.

- 9) If total revenue ₹1,00,000 no. of units 10,000, total variable cost ₹ 40,000 and total fixed cost ₹ 40,000 and total fixed cost ₹ 6,000. Calculate Break even point in units from the above information.

Section - C**2 × 14 = 28**

(Long Answer Questions)

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

- 10) Calculate p/v ratio, break even point and number of units that must be sold to earn a profit of ₹ 60,000 per year from the following information.
Selling price ₹ 20 per unit, variable manufacturing cost ₹ 11 per unit, variable selling cost ₹ 3 per unit, fixed factory overheads ₹ 5,40,000 per year and fixed selling overheads ₹ 2,52,000 per year.
- 11) Define and explain joint and by product. Explain in brief the various accounting methods of by products.
- 12) Discuss in brief the various items appearing in both side of contract account.
- 13) What do you mean by normal and abnormal idle time. How would you deal with each one of them in cost accounts.
