

Bankim Sardar College

Semester II Examination B.Com

Hons./Gen. Subject: Cost and Management Accounting -1

(CC2.1Chg) Answers of each group should be in separate
answer-sheet

Group – A (F.M. 10)

Answer any five questions

2X5

1. What is Cost sheet ?
2. What do you mean by Cost Accounting ?
3. Give the full form of EOQ .
4. What is Bonus ?
5. What is Variable overhead ?
6. What is the full form of LIFO ?
7. What is Machine hour rate ?
8. What do you mean by process costing ?

Group – B (F.M. 80)

Answer any two questions

10X2

1. Give the functions and duties of a store keeper .
2. Give the classification of overhead .
3. Calculate EOQ and Re order point from the given information-

About 50 items are required every day for a machine. A fixed cost of Rs.50 per order is incurred for placing an order. The inventory carrying cost per item amounts to Re.0.02 per day. The lead time is 32 days.

4. A worker takes 48 hours to do a job for which the time allowed is 60 hours. The time wage rate is Rs. 10 per hour. Calculate the Total wages under Halsey and Rowan Bonus plan.

Answer any three questions

20X3

5. What is cost unit? Give the differences between Cost and Financial Accounting. (6+14)
6. Discuss the Minimum, Maximum, Re order stock level, Average stock level.
7. A company produces a standard product. From the following information determine the selling price per units showing there in the various elements of cost and profit for the month of March, 2020.

	Rs.
Direct Materials consumed	91000
Direct wages	29000
Chargeable Expense	11000
Factory Overhead 80 % of Direct wages	
Office overhead 10% of works cost	
Selling and Distribution overhead @ Rs. 2 per unit sold	
Units produced and sold during the month	10000
Profit on sale will be 20% of the selling price	

8. Calculate the Machine Hour rate from the information given below-

	Rs.
Cost of the Machine	100000
Installation charges	10000
Estimated scrap value after 15 years	5000
Rent, rates for the shop per month	200
General lighting for the shop per month	300
Insurance premium for the machine per month	80
Repairs and maintenance expense per annum	1000
Power consumption- 10 units per hour

Rates per hour for 100 units	20
Estimated working hour per annum	2000
Shop supervisors salary per month	600

The machine occupies $\frac{1}{4}$ th of the total area of the shop. The supervisor is expected to devote $\frac{1}{5}$ th of his time for supervising the machine.

9. What do you mean by Process costing? Discuss the features of Process costing. What is Escalation clause in Contract costing? (5+10+5)