Roll No.

Total No. of Questions : 09

BBA (2012 & Onward Batches) (Sem.-3) COST ACCOUNTING Subject Code : BBA-303 Paper ID : [C1166]

Time : 3 Hrs.

Max. Marks : 60

Total No. of Pages : 02

INSTRUCTION TO CANDIDATES :

- 1. SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.
- 2. SECTIONS-B consists of FOUR Sub-sections : Units-I, II, III & IV.
- 3. Each Sub-section contains TWO questions each, carrying TEN marks each.
- 4. Student has to attempt any ONE question from each Sub-section.

SECTION - A

1. Answer briefly :

- a. Explain P/V Ratio.
- b. Flux Method of Labour Turnover.
- c. Explain Treatment of Idle Time.
- d. Current Ratio.
- e. Explain Halsey System of Wage Payment.
- f. What is Absorption of Overheads?
- g. What is Zero Base Budgeting?
- h. Explain Cash from Investing Activities.
- i. What is Sunk Cost?
- j. Explain LIFO.

SECTION - B

UNIT - I

- 2. Explain the need and scope of Cost Accounting. What is the difference between cost accounting and financial accounting?
- 3. What are the different methods of material valuation? Explain them in detail.

UNIT - II

- 4. Explain the concept of marginal costing? What are the applications of marginal costing?
- 5. In a factory there are two service departments S1 and S2 and three production departments P1, P2 and P3. In April 2014 the departmental expenses were:

P1	P2	P3	S 1	S2
(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
6,50,000	6,00,000	5,00,000	1,20,000	1,00,000

The service department expenses are allocated on a percentage basis as follows:

	P1	P2	P3	S 1	S 2
S 1	30%	40%	15%		15%
S2	40%	30%	25%	5%	

Prepare statements showing secondary distribution.

UNIT-III

- 6. What is Budgetary Control? Explain the objectives and steps involved in budgetary control.
- 7. The standard cost of a certain chemical mixture is:

35% Material A at Rs 25 per Kg

65% Material B at Rs 36 per Kg

A standard loss of 5% is expected in production. During a period the material used was :

125 Kg of Material A at Rs 27 per Kg

275 Kg of Material B at Rs 34 per Kg

The actual output was 365 Kg.

Calculate

- a. Material Cost Variance
- b. Material Yield Variance

UNIT - IV

- 8. What is cash flow analysis? Explain the advantages and limitations of cash flow analysis.
- 9. Enumerate and explain which financial ratios will be of interest to the potential investors in a company.