

Roll No. ....

**E-1914**

**B. B. A. (Second Semester) (Main/ATKT)  
EXAMINATION, May-June, 2021**

COST ACCOUNTING

(109)

Time : Three Hours ]

[ Maximum Marks : 90

[ Minimum Pass Marks : 32

**Note :** Attempt all the *five* questions. One question from each Unit is compulsory. All questions carry equal marks.

**Unit—I**

1. Why is Cost Accounting required ? Explain with real example.

*Or*

Distinguish between Cost Accounting and Financial Accounting.

**Unit—II**

2. The annual demand of an item is 6400 units. The unit cost is ₹ 6 and the inventory carrying cost is 25% per annum. If the cost of an order is ₹ 75 determine :
- (i) EOQ

- (ii) Time between two consecutive orders  
(iii) No. of orders per day.

*Or*

Write short notes on the following :

- (i) Prime Cost  
(ii) Cost of Goods Sold  
(iii) Factory Overheads  
(iv) Sales Price.

**Unit—III**

3. Explain any *three* of the following :

- (i) LIFO  
(ii) FIFO  
(iii) HIFO  
(iv) BIN CARD.

*Or*

From the following information work out the Machine Hour Rate of Navya Mill :

	₹
(i) Purchase price of the saw machine	90,000
(ii) Railway Freight and Carriage	6,000
(iii) Machine Installation Charges	4,000
(iv) Life of Machine 10 years at 2000 working hours per year	
(v) Repair Charges 50% of Depreciation	

**P. T. O.**

[ 3 ]

- (vi) Consumption of Electric Power 10 units per hour  
@ ₹ 2 per unit
- (vii) Lubricating Oil @ ₹ 4 per day of 8 hours
- (viii) Consumable stores @ ₹ 20 per day of 8 hours
- (ix) Wages of Machine Operator @ ₹ 40 per day of 8 hours

**Unit—IV**

4. From the following prepare a cost sheet :

Particulars	X	Y
Materials	36,000	30,000
Labour	60,000	24,000

Works Overheads are 70% and Office Overheads are 20%.  
Profit is 10% at cost.

*Or*

Explain in detail :

Determination of Profit / Loss on contract.

**Unit—V**

5. What do you mean by standard cost ? Explain its types.

*Or*

What is Budget ? Give your views about Zero Budget and Cash Budget.