Total No. of Questions : 4]

SEAT No. :

PE3468

[Total No. of Pages : 2

[6525]-216
Second Year B.Com.
MOC-203-T : METHODS OF COSTING - I
(2024 Credit Pattern) (Semester - III)

Time : 2 Hours] *[Max. Marks : 35*

Instructions to the candidates:

1) ***Question No. 1 Compulsory.***
2) ***Attempt any 2 Questions from Question No. 2 to 5.***

Q1) Fill in the blanks : **[5]**

a) Job costing is used in _____ type of industry.

i) Cement industry ii) Automobile industry

iii) Sugar industry iv) Paper mill

b) In cost plus contract, the contractor is paid _____.

i) A fixed contract price ii) Actual cost + agreed profit

iii) Lumpsum amount iv) Only material cost

c) Selection of costing method is based on _____.

i) Size of business ii) Nature of production

iii) The amount of capital iv) The accounting period

d) _____ is an example of contract costing.

i) Ship Building ii) Toy factory

iii) Manufacturing of business iv) Printing press

e) When work certified is less than 25% of contract price, _____ is taken to profit & loss account.

i) 100% of notional profit ii) 2/3 of notional profit

iii) 1/3 of notional profit iv) No profit

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Q2) ABC Engineering Co. undertook Job No. 105 during the year 2024-2025. **[15]**
The following information is available regarding this job.

Particular	Amount/Rate
Direct material consumed	Rs. 45,000/-
Direct labour (800 hours @ Rs. 100/- per hour)	Rs. 80,000/-
Factory overheads	60% of direct labour
Office & administrative overheads	15% of factory cost
Selling & distribution overheads	Rs. 12,000/-
Profit desired	25% on total cost

Prepare cost sheet.

Q3) M/s Buildwell constructions Ltd. started a contract (contract No. 45) on 1st April, 2024. The contract price agreed with the client is Rs. 5,00,000/- Notional profit is amounted to Rs. 4,50,000/-
Information for year ended on 31st March 2025. **[15]**

Particulars	Amount
Material sent to site	18,00,000
Wages paid	10,00,000
General expenses	1,00,000
Plant installed at site (on 01/4/2024)	4,00,000
Material return to stores	50,000
Material at site on 31/03/2025	1,00,000
Outstanding wages on 31/03/2025	50,000
Depreciation on plant	10% p.a.
Work certified	32,00,000
Work uncertified	1,00,000
Cash received from contractee	80% of work certified

You are required to prepare :

a) Contract account for the year ended 31/03/2025
b) Computation of profit to be taken to Profit & Loss account.

Q4) Write short notes (Any 3) **[15]**

a) Types of contracts
b) Work certified
c) Importance of job costing
d) Merits & demerits of batch costing
e) Notional profit



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