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SEAT No. :

PA-1865

[Total No. of Pages : 3

[5952]-610

T.Y. B.Com.

365(e) : COST AND WORKS ACCOUNTING

Methods of Costing (Special Paper - II)

(2019 Pattern) (Semester-VI)

Time : 2½ Hours]

[Max. Marks : 50

Instructions to the candidates:

- 1) All questions are compulsory.
- 2) Figures to the right indicate full marks.

Q1) A) Fill in the blanks (Any five out of 6) [5×1=5]

- i) _____ is a system in which costs are assigned to batches or work orders of production
 - a) Job costing
 - b) Contract costing
 - c) Process costing
 - d) Marginal costing
- ii) _____ is a special type of job costing, where the unit of cost is a single contract
 - a) Prime cost
 - b) WIP cost
 - c) Contract Costing
 - d) Total cost
- iii) _____ is someone who is hired to build something.
 - a) Contractor
 - b) Manager
 - c) Entrepreneur
 - d) Director
- iv) _____ is a method wherein the products go through two or more processes.
 - a) WIP
 - b) Process costing
 - c) Joint process
 - d) By process
- v) _____ are two or more products that are generated within a single production process
 - a) Single products
 - b) By products
 - c) Joint products
 - d) WIP products
- vi) _____ is a method of cost ascertainment used in those undertakings which provide services
 - a) Service costing
 - b) Total costing
 - c) By products
 - d) Production costs

P.T.O.

- B) Match the following : [5]
- | | | |
|---------------------|---|--|
| i) Work certified | - | secondary product |
| ii) Service Costing | - | inherited loss |
| iii) Normal loss | - | Cost unit per meter |
| iv) Cotton Mills | - | Transportation Service |
| v) By-product | - | work completed and certified by the engineer |

- Q2) Short Notes (Any two out of three) [10]
- Contract costing
 - Service costing
 - Cost of service cost center

- Q3) The following details of contract A are available as on 31/03/2021. [15]

Particulars	Rs.
Contract Price	6,00,000
Materials issued to contract	1,60,000
Materials returned to stores	4,000
Material on site on 31/03/2021	22,000
Materials transferred to contract B	9,000
Direct Labour	1,40,000
Chargeable expense outstanding	6,000
Wages payable	2,000
Direct expense	60,000
Hire of special machinery	10,000
Administration overheads	25,000
Plant installed at site at cost	75,000
Cost of contract not yet certified	23,000
Plant installation charges	5,000
Value of work certified	4,20,000
Value of plant on 31/03/2021	65,000
Cash received from contractee	3,78,000

You are required to prepare Contract A A/c for the year ended 31/03/2021.

Q4) A product passes through three processes A, B & C. During monthly period 1000 units are produced with which the following information is available:-

[15]

Particulars	A	B	C
Direct material	2000	1000	1000
Direct labour	1500	700	800
Direct expense	300	100	100

Indirect expenses amounted to Rs.4500 and they are to be apportioned to the process on the basis of Direct Material. Prepare process account showing the total cost per unit at each process.

OR

From the following information relating to the vehicle, calculate the cost per running kilometer.

[15]

Particulars	
Cost of Vehicle	100000
Road License Fees (annual)	5100
Garage Rent (annual)	4800
Insurance Charges (annual)	2100
Supervision and salary (annual)	12000
Drivers Wages per hour	2.00
Cost of Diesel per liter	4.00
Repairs and Maintenance per km	2.20
Tyres and Batteries per km	1.80
Kilometers run per liter	20 km
Kilometers run annually	20000 km
Estimated Life of the vehicle	100000 km.

You are required to charge interest on cost of vehicle @10% p.a. the vehicle runs 20 km per hour on an average.

