



20101080

**QP CODE: 20101080**

**Reg No** : .....

**Name** : .....

**BBA DEGREE (CBCS) EXAMINATION, NOVEMBER 2020**

**Second Semester**

Bachelor of Business Administration

**Core Course - BA2CRT06 - COST AND MANAGEMENT ACCOUNTING**

2017 ADMISSION ONWARDS

DEFD3073

Time: 3 Hours

Max. Marks : 80

**Part A**

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. "Cost accounting as an aid to creditors" Comment on it.
2. What is cost unit ?Give examples.
3. What is production cost ?Give examples.
4. List any four needs of material control.
5. What is maximum level ?
6. What is time booking ?
7. Define overhead.
8. What is machine hour rate?
9. Name any four techniques used in management accounting.
10. What is Budget?
11. What is break even chart?
12. Define standard costing.

(10×2=20)

**Part B**

*Answer any **six** questions.*

*Each question carries **5** marks.*





13. Briefly explain the objectives of cost accounting.
14. Explain the expenses excluded from cost
15. Distinguish between bin card and stores ledger.
16. Using the following data, Calculate the earnings of a worker under Halsey and Rowan plans-  
 Time allowed - 60 Hours  
 Time taken - 50 hours  
 Rate per hour Rs 10
17. The following data were obtained from the books of a construction company for the year ended March 31, 2018.  
 Rent and taxes 3,000  
 Repairs and maintenance 6,000  
 Depreciation 30,000  
 Stores overhead 2,000  
 Labour welfare 15,000  
 General overheads 20,000  
 Motive Power 10,000  
 Electric lighting 1,000  
 Fire insurance in respect of stock 4,000

	Dept. A	Dept. B	Dept. C	Dept. D	Dept. E
Direct wages	35,000	30,000	25,000	5,000	5,000
Direct material	15,000	15,000	10,000	5,000	10,000
Electricity KWH	40	30	60	20	30
Light points	20	15	10	5	5
Area(sq.mtr)	4,000	3000	2,000	2,000	1,000
Number of employees	40	60	40	20	10
Asset value	50,000	40,000	60,000	20,000	10,000
Value of stock	25,000	20,000	15,000	10,000	

You are required to prepare primary distribution summary showing the basis of apportionment.

18. What is reconciliation? Describe briefly the needs for reconciliation
19. What is flexible budget? Discuss its importance
20. Sales are 1,50,000, producing a profit of 4,000 in period I. Sales are 1,90,000, producing a profit of 12,000 in period II. Determine the BEP.
21. What are the importance of variance analysis?





(6×5=30)

**Part C**

Answer any **two** questions.

Each question carries **15** marks.

22. Distinguish between cost accounting and financial accounting.
23. What is labour turnover ? State its causes.
24. The net profit of a company shows Rs.1,28,755 as per financial accounts. Prepare a statement of reconciliation.

Works overhead under recovered in cost books	Rs.3,120
Administrative overhead recovered in excess	Rs.1,700
Depreciation recovered in cost accounts	Rs.12,500
Depreciation charged in financial accounts	Rs.11,200
Interest on investment not included in cost books	Rs.8,000
Loss due to obsolescence charged in financial books	Rs.5,700
Income tax provided in financial accounts	Rs.40,300
Bank interest and transfer fee credited in financial accounts	Rs.750
Stores adjustments (credited in financial accounts)	Rs.475
Loss due to depreciation (charged in financial accounts)	Rs.6,750

25. Discuss the merits and demerits of management accounting.

(2×15=30)

