

Institute of Management
JK Lakshmipat University
Jaipur
MID TERM-I EXAMINATION AUG-2018 FEB 2019

BBA& B.Com (H) Sem-II	Course: Cost Accounting Principles & Practice
MM: 20 Marks	Time: 1.5 Hours
	Subject code: AC 17

Answer any 2 Questions from below.

Q1.

- a. From the following particulars, prepare a cost statement showing the components of Total Cost and profit for the year ended 31st, December, 2010. (7marks).

		1-1-2010	31-12-2010
Stock of Finished Goods		6,000	15,000
Stock of Raw Materials		40,000	50,000
Work in Progress		15,000	10,000
Purchase of Raw material	4, 75,000	Sales for the year	8, 60,000
Carriage Inward	12,500	Income Tax	500
Wages	1, 75,000	Dividend	1,000
Work Manager's Salary 30,000		Debenture Interest	5000
Factory employees' Salaries	60,000	Transfer to Reserve fund	10,000
Factory rent, taxes	7,250	Good will written off	10,000
Power Expenses	9,500	Payment of Sales Tax	10,000
Other production expenses	43,000	Selling expenses	9,250
General expenses	32,500		

- b. Define Cost Center and Cost Unit with examples. (3 Marks)

Q2.

- a. Jealous Ltd. purchased and issued the material in the following order: (7marks).

		Units	Unit Cost (₹)
1st January	Purchase	300	3.00
5 th January	Purchase	600	4.00
10 th January	Issue	500	--
12 th January	Purchase	700	4.00
15 th January	Issue	800	--
20 th January	Purchase	300	5.00
30 th January	Issue	100	--

Ascertain the quantity of closing stock as on 31st January and State its value under Weighted Average Cost method.

- b. Discuss the steps followed in the purchase of material. (3 Marks)

Q3. Explain any two of 5 marks each.

- Limitations of Financial Accounting
- Various methods of Costing with examples of applicable industries.
- Costs excluded while preparation of Cost Sheet.