

Subject : Cost & Management Accounting - I

Day : Wednesday
Date : 13/04/2016



Time : 11.00 AM TO 02.00 PM
Max Marks : 80 Total Pages : 2

N.B.:

- 1) All questions are **COMPULSORY**.
- 2) All questions carry **EQUAL** marks.
- 3) Use of **CALCULATOR** is allowed.
- 4) Answers to both the sections should be written in the **SAME** answer book.

SECTION-I

- Q.1** Define Const Accounting. (16)
State the Objectives and Limitations of Cost Accounting.

OR

Distinguish between Cost Accounting and financial Accounting.

- Q.2** The accounts of machine manufacturing Company discloses the following (16)
information form the six months ending 30th June, 2005

Particulars	Rs.
Material used	1,50,000
Productive Wages	1,20,000
Factory Overhead Expenses	24,000
Establishment and General Expenses	17,640

- You are required to prepare a statement showing
- a) The factory Cost and total Cost of Production.
 - b) The percentage of:
 - a) The factory overhead to productive wages.
 - b) The establishment and general expenses to factory Cost.
 - c) The price, which the Company should quote for the manufacturing of a machine requiring materials, Valued at Rs. 1,250 and expenditure on productive wages Rs. 750; so that the price may yield a profit of 20% on the selling price.

P.T.O.

SECTION-II

- Q.3** Explain the various steps in the procedure of purchase of materials. (16)

OR

Explain the functions of purchase department.

- Q.4** A) Prepare a Stores Ledger Account from the following transactions assuming that issues of stores have been made on the principle of 'First In First Out'. (10)

2005		
July	1	Received 1000 units at Rs.20 per unit
	3	Received 350 units at Rs. 21 per unit
	5	Issued 700 units
	7	Issued 400 units
	12	Received 550 units at Rs. 22 per unit
	16	Issued 350 units
	21	Received 100 units at Rs. 23 per unit
	24	Issued 500 units
	27	Received 200 units at Rs. 20 per unit
	31	Issued 180 units

- B) From the following information. Calculate Economic Order Quantity and number of orders to be placed each year. (06)
- a) Annual Consumption of Material 4,000 Kg
 b) Cost of Buying per order Rs. 5
 c) Cost per unit Rs. 2
 d) Storage and carrying Cost 8% inventory

- Q.5** Write short notes on the following (ANY FOUR) (16)
- a) Simple Average
 b) ABC Analysis
 c) Purchase Control
 d) Maximum Level
 e) Re-order Level

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