

A-750

Total Pages : 3

Roll No.

BBA-303

BASIC COSTING

Bachelor of Business Administration (BBA)

3rd Semester Examination, 2024 (June)

Time : 2:00 Hrs.

Max. Marks : 70

Note :- This paper is of Seventy (70) marks divided into Two (02) Sections 'A' and 'B'. Attempt the questions contained in these Sections according to the detailed instructions given therein. *Candidates should limit their answers to the questions on the given answer sheet. No additional (B) answer sheet will be issued.*

Section-A

Long Answer Type Questions 2×19=38

Note :- Section 'A' contains Five (05) Long-answer type questions of Nineteen (19) marks each. Learners are required to answer any *two* (02) questions only.

A-750/BBA-303 (1)

P.T.O.

1. Define Cost Accounting ? Explain its objectives and importance in detail.
2. For March 2023, consider the following data for a manufacturing unit :

Mar. 1 : Opening Balance 1,800 kg @ ₹ 20 per kg.

Mar. 5 : Purchased 600 kg @ ₹ 21 per kg.

Mar. 8 : Issued 900 kg.

Mar. 11 : Returned from workshop 100 kg, issued on Mar. 8.

Mar. 14 : Purchased 400 kg @ ₹ 22 per kg.

Mar. 17 : Issued 800 kg.

Mar. 21 : Purchased 500 kg @ ₹ 25 per kg.

Mar. 24 : Issued 600 kg.

Mar. 26 : A surplus of 30 kg was found.

Mar. 30 : Issued 500 kg.

Prepare the Store Ledger for March 2023 on FIFO basis.

3. Calculate the Economic Order Quantity given the following information :

Annual usage : 15,000 units

Cost of Materials per unit : ₹ 100

Cost of placing and receiving an order : ₹ 500

Annual carrying cost of inventory : 12% of the material cost.

4. What is the process of absorbing overheads in cost accounting ? Describe a method for absorbing factory overheads.
5. Describe the process costing method in detail. In which industries is it most applicable ?

Section–B

Short Answer Type Questions 4×8=32

Note :- Section ‘B’ contains Eight (08) Short-answer type questions of Eight (08) marks each. Learners are required to answer any *four* (04) questions only.

1. What is the role of a cost sheet in cost accounting ?
2. How does cost accounting contribute to cost reduction ?
3. What are the primary objectives of material cost control ?
4. Explain the concept of Economic Order Quantity (EOQ).
5. How can over-absorption of overheads affect financial reporting ?
6. What steps can be taken to correct under-absorption of overheads ?
7. What are the main characteristics of job costing ?
8. What methods are used to track costs in contract costing ?
