Roll No. $\square$

[^0]Total No. of Questions: 09

# BBA (2012 \& Onward Batches) (Sem.-3) <br> COST ACCOUNTING 

Subject Code: BBA-303
Paper ID: [C1166]
Time: 3 Hrs.
Max. Marks : $\mathbf{6 0}$
INSTRUCTION TO CANDIDATES :

1. SECTION-A is COMPULSORY consisting of TEN questions carrying TWO marks each.
2. SECTIONS-B consists of FOUR Sub-sections : Units-I, II, III \& IV.
3. Each Sub-section contains TWO questions each, carrying TEN marks each.
4. Student has to attempt any ONE question from each Sub-section.

## SECTION - A

1. Answer briefly :
a. Explain P/V Ratio.
b. Flux Method of Labour Turnover.
c. Explain Treatment of Idle Time.
d. Current Ratio.
e. Explain Halsey System of Wage Payment.
f. What is Absorption of Overheads?
g. What is Zero Base Budgeting?
h. Explain Cash from Investing Activities
i. What is Sunk Cost?
j. Explain LIFO.

## SECTION - B <br> UNIT - I

2. Explain the need and scope of Cost Accounting. What is the difference between cost accounting and financial accounting?
3. What are the different methods of material valuation? Explain them in detail.

## UNIT - II

4. Explain the concept of marginal costing? What are the applications of marginal costing?
5. In a factory there are two service departments S1 and S2 and three production departments P1, P2 and P3. In April 2014 the departmental expenses were:

| P1 | P2 | P3 | S1 | S2 |
| :---: | :---: | :--- | :--- | :--- |
| (Rs.) | (Rs.) | (Rs.) | (Rs.) | (Rs.) |
| $6,50,000$ | $6,00,000$ | $5,00,000$ | $1,20,000$ | $1,00,000$ |

The service department expenses are allocated on a percentage basis as follows:

|  | P1 | P2 | P3 | S1 | S2 |
| :--- | :--- | :--- | :--- | :--- | :--- |
| S1 | $30 \%$ | $40 \%$ | $15 \%$ | -- | $15 \%$ |
| S2 | $40 \%$ | $30 \%$ | $25 \%$ | $5 \%$ | -- |

Prepare statements showing secondary distribution.

## UNIT-III

6. What is Budgetary Control? Explain the objectives and steps involved in budgetary control.
7. The standard cost of a certain chemical mixture is:

35\% Material A at Rs 25 per Kg
65\% Material B at Rs 36 per Kg
A standard loss of $5 \%$ is expected in production. During a period the material used was
125 Kg of Material A at Rs 27 per Kg
275 Kg of Material B at Rs 34 per Kg
The actual output was 365 Kg .
Calculate
a. Material Cost Variance
b. Material Yield Variance

## UNIT - IV

8. What is cash flow analysis? Explain the advantages and limitations of cash flow analysis.
9. Enumerate and explain which financial ratios will be of interest to the potential investors in a company.

[^0]:    Total No. of Pages : 02

