

# ADIKAVI NANNAYA UNIVERSITY

## RAJAHMUNDRY

BACHELOR OF BUSINESS MANAGEMENT - II YEAR

### COST AND MANAGEMENT ACCOUNTING MODEL QUESTION PAPER

3Hours

Total Marks : 80 M

#### SECTION-A

Answer All Questions:

4 x 15 = 60 M

1. (a) Distinguish between cost accounting and financial accounting?

(or)

(b) Sudha Ltd., has Purchased and issue the material in the following order

2013 Jan 1 Purchased 600 units @ Rs 3 per unit

2013 Jan 4 Purchased 1200 units @ Rs 4 per unit

2013 Jan 10 Purchased 1400 units @ Rs 4.50 per unit

2013 Jan 15 issue 1600 units

2013 Jan 18 issue 1000 units

2013 Jan 20 Purchased 600 units @ Rs 5 per unit

2013 Jan 23 issue 200 units

Assertion the Quantity of closing stock as on 31<sup>st</sup> Jan. and state what will be it value if issues are made under simple average price.

2. (a) State the principle for writing an effective report

(or)

(b) Product 'X' is obtained offer it passes through three distinct process. You are required to prepare process account, from the following information.

Particulars	total	process I	process II	ProcessIII
Materials	15084	5200	3960	5924
Direct wages	1800	4000	6000	8000

1000 units @ Rs 6 per unit were introduced in process production overheads to be distributed at 100 % on direct wages.

3. (a) Enumerate the various types of ratio's

(or)

(b) From the following information you are required to prepare a statement showing the cost of goods manufactured and cost of goods sold.

stock of raw materials in 01-06-2007 30,000.

Raw materials purchased during the month 4,50,000

Wages paid 2,00,000

Wages out standing 30,000

Factory over heads 92,000

Work-in-progress on 01-06-2007 12,000

Stock of raw materials on 30-06-2007 25,000

Work-in-progress on 30-06-2007 15,000

Opening stock of finished goods 60,000

Closing stock of finished goods 55,000

Selling and distribution overheads 20,000

Sales 9,00,000

4. a)What is funds flow statement? Explain its uses and Limitations?  
(or)  
b)From the following data calculate the following  
i) P/V Ratio.  
ii) Profit, when sales are Rs.20,000  
iii) New break-even point, if selling price is reduced by 20%  
fixed expenses Rs 4,000  
Break-even point Rs 10,000

**SECTION -B**

**4 x 5 = 20M**

**Answer any Four Questions**

5. Write any four cost concepts
6. Limitations of cost Accounting
7. Classify over heads.
8. P/V Ratio.
9. Working capital
10. Economics order Quantity
11. Cost plus Contract
12. Current Ratio.