

S. B. B. Alias APPASAHEB JEDHE ARTS, COMMERCE & SCIENCE COLLEGE, PUNE 02.

TERM END EXAM. 2014 - 2015

SUB - COST & WORKS ACCOUNTING PAPER - I

S.Y.B.Com.

Time - 2 hrs.

Marks - 60

- Q.1 A) State whether the following statements are True or False. 6**
- 1) Cost Accounting helps in controlling costs.
 - 2) Financial Accounting is historical in nature.
 - 3) The Bin Card is perpetual inventory record.
 - 4) Work cost is also known as factory cost.
 - 5) In automobile industry contract costing method is used.
 - 6) Fixed costs vary in accordance with the level of production.
- B) Write short Notes. (Any3) 12**
- 1) Bin Card
 - 2) Stock Levels
 - 3) Purchase Requisition
 - 4) Cost Unit and Cost Centre
 - 5) Concepts of cost, costing and cost Accounting.
- Q.2 Explain the term "Scientific Purchasing" state its objectives and importance. 12**
- OR**
- Explain in detail the elements of cost. 12
- Q.3 Find out Economic order quantity from the following information. 15**
- | | |
|-------------------------|--------------|
| Annual Consumption | 20,000 units |
| Cost per Article | ₹ 1 |
| Inventory Carrying cost | 15% |
| Cost per order | ₹ 15 |
- Q.4 The following data of Air Cooler have been available for the year 2013. 15**
- | | |
|-------------------|--------------|
| Material Used | ₹ 9,99,999/- |
| Direct Wages | ₹ 4,44,444/- |
| Factory overheads | ₹ 1,11,111/- |
| Office Overheads | ₹ 15,556/- |
- It is estimated for 2014 that
- 1) Each Air Cooler will require materials worth ₹ 990/-
 - 2) Expenditure on direct wages will be ₹ 888/-
 - 3) The factory overheads will be same ratio of direct wages as in 2013.
 - 4) The office overheads will be 1% to work cost.
 - 5) The company desires to earn profit 50% on selling price.
- You are required to prepare -
- 1) Cost sheet for the year 2013
 - 2) Statement showing the price at which the Air Cooler should be sold during the year 2014.