

Q.2(a) Define uniform costing. Explain advantages and disadvantages of uniform costing. (20)

OR

Q.2(b) Following are the details of PQR Ltd. You are required to prepare production budget for 6 months ending on 31st March 2022 for a factory producing four products from the following information.

Product	Estimated stock on 30 th September 2022 (in units)	Estimated sales during September 2021 to march 2022 (in units)	Desired closing stock on 31 st march 2022 (in units)
P	3500	12500	4500
Q	4500	16500	5500
R	5000	20000	4000
S	6500	23500	3500

Q.3(a) 'Syntel' Ltd. provides you the following information from their records. (10)

The standard material requirement is-

Material	Quantity (kgs)	Rate per kg (Rs)
A	400	3
B	200	2

The actual consumption of material is as under

Material	Quantity (kgs)	Rate per kg (Rs)
A	375	3
B	250	5

Calculate:-

- 1) Material cost variance
- 2) Material price variance

Q.3(b) Write short notes. (Any 4) (20)

- 1) Limitations of standard costing
- 2) Advantages of standard costing
- 3) Production budget
- 4) Features of target costing
- 5) Uniform cost manual
- 6) Meaning and limitations of inter-firm comparison.

Q. 4 Solve the following problem (Any 2) (30)

1.

The sales turnover and total cost of Pradnya Chemical Ltd. are as under:

Year	Sales (Rs)	Total cost (Rs)
2014	1, 50,000	1, 20,000
2015	1, 80,000	1, 42,500

You are required to calculate:-

- 1) P/V ratio
- 2) Fixed cost
- 3) Break- even point
- 4) Sales to earn a profit of Rs- 45,000
- 5) Variable cost for 2015

2. From the following information compute
- 1) P/V ratio
 - 2) BEP sales
 - 3) Fixed cost
 - 4) Sales volume to earn a profit of Rs-1,20,000
- Sales – Rs -1, 50,000
Profit – Rs- 15,000
Variable cost – 80% of sales turnover
3. What is meant by uniform costing? Explain advantages and limitations in details.
4. Define cost Audit. Explain types of cost Audit.
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