

TILAK MAHARASHTRA VIDYAPEETH, PUNE
MASTER OF COMMERCE (M.COM.)
EXAMINATION: DECEMBER - 2023
FIRST SEMESTER
Sub: Costing (MCA-312)

Date: 09/12/2023

Total Marks :100

Time: 02.00 pm to 5.00 pm

Instructions: 1) All questions are compulsory.
2) Figures to the right indicate full marks.

Q.1 Answer the following questions. (Attempt any two) (30)

1. From the following information prepare
1) Process Aakash account
2) Process Bindu account

Particulars	Process Aakash	Process Bindu
Material (Introduce 40000 units in Process Aakash)	60,000	6,000
Labour	20,000	24,000
Overheads	14000	19160
Normal loss	10%	4%
Scrap value of normal loss	Rs-2 per unit	Rs-4 per unit
Output	35000	35000

2. Explain various functions of budget
3. Gauri chemical industries provides you the following information from their records
The standard material requirement is-

Material	Quantity (kgs)	Rate per (kgs)
A	120	4
B	80	8

The actual consumption of material is as under

Material	Quantity (kgs)	Rate per (kgs)
A	112	5
B	88	10

Calculate

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

4. From the following information prepare contract Account

Particulars	Amount
Material issued to stores	24,00,000
Material purchased	124000
Wages paid	2920,000
Outstanding wages	6000
Plant and machinery installed 1 st July	64,000
Direct expenses	100,000
Direct expenses accrued	26,000
Administration cost	1,20,000
Work certified	32,00,000
Work uncertified	1,12,000
Material return to store	1,44,000
Cash received from contractee	28,80,000

Q.2 Answer the following. (Attempt any three)

(30)

Prepare production budget for the year ended 2022

Product	Estimated stock		Sales units
	Jan 1 st	Dec 31 st	
1. A	40000	40000	480000
B	40000	80000	400000

2. Discuss Advantages of job costing
3. Classification of cost according to element
4. Techniques of costing explain
5. Production mix explain

Q.3 Write short notes. (Attempt any four)

(20)

1. Cash budget
2. Abnormal loss
3. Flexible budget
4. Financial accounting
5. Marginal costing
6. Breakeven point

Q.4 Select the Correct Alternatives (Attempt Any Ten)**(20)**

- 1 Main objective of cost accounting is to -----
 - a) maximize profit
 - b) provide information for decision making
 - c) help in inventory valuation
 - d) aid in fixation of selling price
- 2 Contribution less ----- = profit
 - a) fixed cost
 - b) variable cost
 - c) rigid cost
 - d) sales price
- 3 ----- is a cost management tool for reducing the product over its entire life cycle with the help of production, engineering, research and design
 - a) target costing
 - b) uniform costing
 - c) marginal costing
 - d) job costing
- 4 ----- is process of allocation of resources
 - a) budgeting
 - b) controlling
 - c) analysis
 - d) none of these
- 5 ----- point represent the level of activity at which sales revenue is equal to total cost
 - a) sales
 - b) break even point
 - c) purchase
 - d) total cost
- 6 Idle time variance is always -----
 - a) higher
 - b) lower
 - c) adverse
 - d) none
- 7 In contract account the amount of work in progress consist of -----
 - a) cost of work certified
 - b) the amount of profit transferred to p& L a/c
 - c) cost of work uncertified
 - d) None of these
- 8 Production budget is governed by -----
 - a) sales budget
 - b) flexible budget
 - c) cash budget
 - d) fixed budget
- 9 ----- is the technique and process of cost
 - a) cost accountancy
 - b) financial accounting
 - c) costing
 - d) budget
- 10 The proportion in which a multi- product company sales its product is referred to as -----
 - a) production mix
 - b) prime cost
 - c) sales mix
 - d) standard cost
- 11 ----- is not method of costing
 - a) Historical Costing
 - b) profit center
 - c) Batch costing
 - d) uniform costing
- 12 In process costing cost per unit increase due to -----
 - a) abnormal loss
 - b) normal loss
 - c) abnormal gain
 - d) normal gain