



**ANSWER ANY FOUR QUESTIONS**

11. Elaborate the difference between cost accounting and financial accounting?

12. Discuss the various procedure of job cost system?

13. The following data relating to a factory for the year 2009 are available:

Materials consumed	Rs. 2,00,000
Direct Wages	Rs. 1,50,000
Factory Expenses	Rs. 90,000
Administrative Expenses	Rs. 88,000

Based on the above data, find out the cost of a job to be done in January 2010.

Materials Required Rs. 20,000

Wages for the Job Rs. 15,000

What price will be quoted for the job, if a profit at 20% on selling price is required?

14. Two components M & N are used as follows :

Normal Usage	150 Units per week each
Minimum Usage	100 Units per week each
Maximum usage	200 Units per week each
Re-order quantity	M – 900 Units N-1, 250 Units
Re-order period	M – 4 to 6 weeks N – 2 to 4 weeks

Calculate different stock levels for M and N.

15. From the following details relating to the production department of a factory, you are required to calculate overhead absorption rates under different possible methods.

Materials consumed	Rs. 1,20,000
Direct wages	Rs. 50,000
Machine Hours	Rs. 25,000
Labour Hours Worked	Rs. 12,500
Factory overhead relating to the department	Rs. 80,000

16. During a week a worker produced 300 units working for 48 hours. The hourly rate is Rs. 4. The estimated time to produce a unit is 10 minutes under incentive scheme 20% additional time is allowed. Calculate his gross earnings under Halsey and Rowan Plans.

17. The following was the expenses on contract for Rs. 12,00,000 commenced in Jan 1997.

Materials	Rs. 2,40,000
Wages	Rs. 3,28,000
Plant	Rs. 40,000
Overhead	Rs. 17,200

Cash received on account of contract to 31/12/1997 was Rs. 4,80,000 being 80% of work certified. Value of materials in hand was Rs. 20,000 plant had under gone 20% depreciation. Prepare contract account.

## ANSWER ANY TWO QUESTIONS

18. Explain in detail the various premium bonus system.

19. Prepare a cost sheet showing cost of production and profit from the following data :

	Opening Rs.Rs.	Closing
Stock of raw materials	75,000	78,750
Work in progress	24,600	27,300
Stock of finished goods	52,080	47,250
Purchases for the year	65,700	---
Sales	2,16,930	---
Direct wages	51,450	---
Work expenses	25,020	---
Selling and Distribution expenses	12,630	---
Scrap Sold	990	---
Office expenses	20,610	---

20. Prepare a statement showing how the issues would be priced under last in first out method.

1 Feb 1998	Opening balance 100 Units @ Rs. 10 each
1 Feb 1998	Received 200 units @ Rs. 10.50 each
2 Feb 1998	Received 300 units @ Rs. 10.60 each
4 Feb 1998	Issued 400 units to Job A
6 Feb 1998	Issued 120 units to Job K
7 Feb 1998	Received 400 units @ Rs 11 each
10 Feb 1998	Issued 200 units to Job B
12 Feb 1998	Received 400 units @ Rs 11.50 each
17 Feb 1998	Issued 300 units to Job D.

21. On the basis of following information, calculate the earnings of A,B,C and D under merricks differential price rate system

Standard production per hour 12 units, normal rate per hour Rs. 6/-

In an 8 Hour day :

A produced	64 Units
B produced	96 Units
C produced	84 Units
D produced	100 Units.

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