

Roll No.

BBA-504(N)

B. B. A. (Fifth Semester)
EXAMINATION, 2022-23
(NON-NEP)

COST AND MANAGEMENT ACCOUNTING

Time : Two Hours] [Maximum Marks : 70

Note : This paper consists of three Sections A, B and C. Carefully read the instructions of each Section in solving the question paper. Candidates have to write their answers in the given answer-copy only. No separate answer-copy (B Copy) will be provided.

Section—A

(Short Answer Type Questions)

Note : All questions are compulsory. Answer the following questions as short answer type questions. Each question carries 5 marks.

1. (A) Explain the concept of standard costing and marginal costing.

P. T. O.

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- (B) Explain the concept of sunk cost and relevant cost with the help of examples.
- (C) List out the responsibilities of a Management Accountant.
- (D) Explain the concept of overheads and its types.
- (E) Explain the concept of Profit and Investment Centre.
- (F) Explain the characteristics of an ideal costing system.

Section—B

(Long Answer Type Questions)

Note : This section contains four questions from which *one* question is to be answered as long question. Each question carries 20 marks.

2. Discuss the various elements of cost and explain each *one* of them citing appropriate examples.

Or

3. Write a detailed note on Labour and Material Costing.

Or

4. What is the significance of the term 'Variance' relating to standard costing ? What type of variances are computed for materials, labour and factory costs ? <https://www.csjmuonline.com>

Or

5. What is meant by Cost Centre ? What are the different types of cost centre ? What purpose do cost centres serve ?

Section—C

(Long Answer Type Questions)

Note : This section contains four questions from which *one* question is to be answered as long question. Each question carries 20 marks.

6. In a factory, 20000 units of product A were manufactured in the month of March 2022.

P. T. O.

From the following figures, prepare a Cost Sheet showing cost per unit :

Particulars	Amount (₹)
Opening stock of raw materials -	5,000
Raw materials purchased -	55,000
Closing stock of finished goods -	1,000
Closing stock of raw materials -	10,000
Direct wages	25,000
Factory overhead	40,000
Office overhead	20,000
Materials returned to seller .	4,000

Or

7. Distinguish between Marginal Costing and Absorption Costing. Also examine their relative appropriateness.

Or

8. A factory produces 24000 units. The cost sheet gives the following information :

Particulars	Amount (₹)
Direct Materials	1,20,000
Direct Wages	84,000
Variable Overheads	48,000
Semi-variable Overheads	28,000
Fixed Overheads	80,000
Total Cost	3,60,000

The product is sold at ₹ 20 per unit. The management proposes to increase the production by 3000 units for sale in the foreign market. It is estimated that the semi-variable overheads will increase by ₹ 1,000. But the product will be sold at ₹ 14 per unit in the

foreign market. However, no additional capital expenditure will be incurred.

The management seeks your advice as a cost accountant. What will you advise them ?

Or

9. Explain the relationship between Financial, Cost and Management Accounting.