

SECTION-B

UNIT-I

2. Define cost accounting. Discuss in detail objectives, advantages and disadvantages of cost accounting.
3. Discuss in detail with the help of example methods of wage payment.

UNIT-II

4. A Company producing two products X and Y faces the problem of labour shortage. Maximum labour hours available in a month are 10,000 hours. The following other information is available :

	<u>Product X (Rs.)</u>	<u>Product Y (Rs.)</u>
Material Cost	6.00	6.00
Direct Labour Cost		
10 hours @ Re 1.00	10.00	
5 hours @ Re 1.00		5.00
Variable Overheads	4.00	2.00
Fixed overheads	5,000	5,000
Selling price	30.00	20.00

Show which product is more profitable. Give proof in support of your answer.

5. Define overhead. Discuss in detail classification, absorption and apportionment of overheads.

UNIT-III

6. The following data is obtained from the books of manufacturing concern :

	Men	Women
Number in the standard gang	24	14
Standard rate per hour	Rs. 8	Rs. 7
Number in the actual gang	18	16
Actual rate per hour	Rs. 9	Rs. 6

During a week , 2 hour were lost due to power failure and work was actually done for 40 hours. Calculate labour mix variance and idle time variance.

7. Define the concept of budgetary control. Discuss in detail objectives of budgetary control and essentials of an effective budgetary control system. How to prepare sales budget explain with the help of example. Describe the advantages and disadvantages of budgetary control. Discuss in detail zero base budgeting.

UNIT-IV

8. What is the purpose of ratio analysis? Explain with the help of example activity, current and growth ratios.
9. From the following information explains how absorption costing differ from marginal costing, which technique is better in the short period and why ?

Normal level of production	2600 units per period
Sale Price	Rs 10 per unit
Variable cost	Rs 6 per unit
Fixed cost	Rs 3 per unit
Total Fixed cost	Rs 7800

Information relating to the production and sales

	Period-I	Period-II	Period-III	Period-IV
Opening stock(units)	-	-	500	200
Production (units)	2600	3000	2500	3000
Sales (units)	2600	2500	2800	3200
Closing stock(units)		500	200	-

NOTE : Disclosure of Identity by writing Mobile No. or Making of passing request on any page of Answer Sheet will lead to UMC against the Student.