

Parul Institute of Business Administration
Mid -Semester Exam
Semester II

Name of Subject : Cost Accounting

Date : 26/07/2018

Time : 2:00 to 3:30 p.m.

Total Marks : 30

Q.1 (a) Give the proper method of costing for the following mentioned industries : (3)

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|-----------------------------|----------------------------|
| 1. Construction of Building | 2. Oil Refineries |
| 3. Automobile Industry | 4. Garage and repair shops |
| 5. Pharmaceutical Industry | 6. Hospital/ Hotels |

(b) Define the following terms : (2)

- | | |
|--------------------|------------------|
| 1. Cost accounting | 3. Overheads |
| 2. Prime cost | 4. Marginal Cost |

Q.2. (a) List down the advantages and disadvantages of cost accounting. (5)

(b) Write a note on classification cost as per function and time. (5)

Q.3 Define costing and Discuss with suitable examples any four costing method. (7.5)

Q.4 Puja Chemicals Limited has supplied following information. You are supposed to prepare Statement showing (7.5)

- a. Prime cost
- b. Works cost
- c. Cost of Production
- d. Cost of sales
- e. Profit (Net)

During March 2011 there was production of 1000 units

Opening Stock :			Carriage outward	1,500
Raw Material		24,000	power coal	5,000
Finished Goods		16,000	office salary	13,000
			Office rent ,rates and taxes	7,000
Closing Stock			Postage and telegraph	2,000
Raw Material		20,000	Printing and stationary	1,000
Finished Goods		17,000	Sales man commission	3,000
			Advertisement	2,000
Purchase of Raw material		82,000	Factory rent	2,000
Sales		190,000	Depreciation on Plant and Machinery	3,000
Direct Wages		32,000	Bad Debts	250
Factory wages		1,000	Distribution charges	250
Carriage inward		2,000		