

S.D.E.

M. Com. Part-I : WINTER - 2018

SUBJECT: SPECIAL GROUP-C: ADVANCED COST ACCOUNTING-I

Day: Friday
Date: 12/10/2018

Time: 03.00 PM TO 06.00 PM
Max. Marks: 80

W-2018-4330

N.B:

- 1) All questions are **COMPULSORY**.
- 2) Figures to the right indicate **FULL** marks.
- 3) Use of non programmable **CALCULATOR** is allowed.
- 4) Answers to both the sections should be written in the **SAME** answer book.

SECTION-I

- Q.1** Attempt **ANY TWO** of the following: (16)
- a) What is 'Remuneration'? State the characteristics of sound wage system.
 - b) Explain the duties of Storekeeper.
 - c) Define the objectives of material control system.
 - d) What is 'Economic Order Quantity'? How is it determined?

- Q.2** What do you mean by 'Contract Costing'? Explain its features. (16)

OR

The Indian Chemicals Ltd. Produced three types of chemicals during the month of August, 2017 by three consecutive processes. In each process 2% of the total weight put in is lost and 10% is scrap. In Process 'I' and Process 'II' the scrap realizes Rs. 100/- a ton and from Process 'III' Rs. 20/- a ton. (16)

Particulars		Process 'I'	Process 'II'	Process 'III'
Materials Used	Tons	1,000	140	1,348
Raw Materials consumed	Rs.	1,20,000	28,000	2,83,620
Manufacturing Wages	Rs.	20,500	18,520	15,000
General Overheads	Rs.	10,300	7,240	3,100
The product of three processes are dealt with as follows:				
Passed to next process	%	75	50	-
Sent to warehouse for sale	%	25	50	100

Prepare Process Cost account showing cost per ton of each process.

SECTION-II

- Q.3** Explain the technical, financial, operational measures to improve productivity. (16)

OR

- a) Explain Amortization of interest on capital. (08)
- b) Define Reconciliation of cost and financial accounts. (08)

- Q.4** Explain material losses in detail. (16)

OR

- a) Explain general principles of treatment of depreciation. (08)
- b) What is productivity? How can it be measured and improved? (08)

- Q.5** Write short notes on **ANY FOUR** of the following: (16)

- a) Material scrap
- b) Job costing
- c) Role of management accountant
- d) Farm costing
- e) Defectives in material losses
- f) Cost ledgers

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