

M.Com.(CS) DEGREE EXAMINATION, EVEN SEMESTER 2021**I Year II Semester****Applied Costing**

Max Marks: 25

Answer any **Five** questions (5 * 5 = 25) Marks

1. List-out the Objectives of Cost Accounting.
2. During the year 1998, X Ltd produced 50,000 units of a product. The following were the expenses:

Stock of raw materials on 1.1.98	10,000
Stock of raw materials on 31.12.98	20,000
Purchases	1,60,000
Direct wages	75,000
Direct expenses	25,000
Factory expenses	37,500
Office expenses	62,500
Selling expenses	25,000

You are required to prepare a Cost sheet.

3. Students Printers undertook two jobs during the 1st week of June 2020. The following details are available

	Job 110 Rs.	Job 120 Rs.
Materials supplied	4,000	2,000
Wages paid	900	600
Direct expenses	200	100
Material transfer from Job 120 to 110	200	200
Materials returned to stores	-	100

Find the cost of each job and profit or loss if any, assuming the Job 120 is completed and invoiced to the customer at Rs. 3,000.

4. Samson & Co., produces a product through two processes 'R' and 'S'. The following details pertaining to process 'R' for January 2007 are available.

Inputs:	Rs.
Materials (500 units)	10,000
Labour	8,000
Indirect expenses	7,000

Normal loss in the process is estimated at 5% of the input which possesses a scrap value of Rs.31 per unit. Prepare the process account.

5. Prepare a reconciliation statement from the following data:

	Rs.
Net loss as per cost accounts	1,72,400
Net loss as per financial accounts	2,16,045
Works overheads under-recovered in cost accounts	3,120
Depreciation overcharged in cost accounts	1,300

Administration overheads recovered in excess	1,700
Interest on investments	8,750
Goodwill written off in financial accounts	5,700
Income tax paid	40,300
Stores adjustment (credit in financial accounts)	475
Depreciation of stock charged in financial accounts	6,750

6. From the following data, calculate labour variances for the two departments:

	Dept A	Dept B
Actual direct wages	Rs. 80,000	72,000
Standard hours produced	10,000	8,000
Standard rate per hour	Rs. 8	Rs. 10
Actual hours worked	12,000	7,000

7. The following is the information relating to Contract No.123

	Rs.
Contract price	6,00,000
Wages	1,64,000
General expenses	8,600
Raw materials	1,20,000
Plant	20,000

As on date, cash received was Rs.2,40,000 being 80% of work certified. The value of materials remaining at site was Rs. 10,000. Depreciate plant by 10%. Prepare Contract Account showing profit to be credited to P&L A/c.