

the year due to expansion	
Number of employees joined during the year in place of those resigned and retrenched	600
Number of employees on Dt. 31/3/2019	(?)

- Q-3 Attempt all questions (14)**
- a Provide Specimen of Cost sheet with imaginary figures 7
- b Short note : Classification of cost 7

OR

- Q-3 a Explain job costing and state its essential characteristics 7**
- b Prepare necessary process accounts and abnormal gain and loss accounts from below information 7**

Particulars	Process X	Process Y
Material brought	1,000 units @ Rs.40 per unit	-
Productive Wages	Rs.60,000	Rs.80,000
Works Overhead	Rs. 50,000	Rs. 70,000
Normal scrap	5% of units brought	40 units
Sale of normal scrap	Rs.20 per unit	Rs.60
Transfer to next process/Finished goods	930 units	895 units

SECTION – II

- Q-4 Attempt the Following questions (07)**
- a. State the formula of PV Ratio 1
- b. What do (F) & (A) suggest in variance? 1
- c. State the meaning of budgeting 1
- d. State any two overhead variance 1
- e. Name any two industries where operating costing method is used 1
- f. Define BEP 1
- g. What is the meaning of zero base budgeting? 1

- Q-5 Attempt all questions (14)**
- a Standard material requirement for manufacturing 100 kg. Chemical X is given below. 7

45 kg of material A @ Rs. 2 per kg.

40 kg of material B @ Rs. 4 per kg.

35 kg of material C @ Rs. 6 per kg

The standard loss is 20 kg.

During the week 2000 kg. Of chemical X were produced and the actual usage of material were as follows.

Material A 1200 kg. @ Rs. 1.80 per kg.

Material B 880 kg. @ Rs. 4.30 per kg.

Material C 470 kg. @ Rs. 6.40 per kg.



Calculate all material variances

b From the below information find out BEP sales 7

Year	Sales	Profit
2018	4,00,000	40,000
2019	6,00,000	80,000

OR 7

Q-5 a Short note : Factors influencing pricing decisions 7

b Explain various steps in decision making process

Q-6 Attempt all questions (14)

a Total fixed expense of the month & total variable expense of the month of one 7

passenger travel company is respectively Rs. 3, 60,000 & Rs. 2, 90,000. Passenger travel company has one bus with 40 passenger capacity bus travelled 15000 kms During the month with 80% capacity. Calculate cost per passenger kms & cost per km of the bus.

b State advantages and limitations of standard costing 7

OR

Q-6 Attempt all Questions

a Prepare Cash budget for the period April to June 2018. 7

1. Opening cash balance 300000.
2. Month wise Sales, Purchase, Wages & Other expenses are as under.

Month	Sales	Purchase	Wages	Other exp.
Feb.	220000	100000	13000	9000
March	290000	190000	16000	11000
April	430000	260000	19000	8000
May	300000	280000	17000	10000
June	250000	220000	18000	8000
July	210000	130000	23000	12000

3. Out of total sales 20% is cash sale. Out of credit sales 50% received in next month 45% in second next month & balance is not recoverable

b A company produces two products P and Q 7

Particulars	P	Q
Direct material (@Rs. 6 per Kg.)	Rs. 36	Rs.24
Direct labour (@ Rs.8	Rs. 40	Rs.56



per hour)		
Variable overhead (% of labour cost)	150%	100%
Selling price per unit	180	200

Which product would you recommend if (1)Material (2)labour hours is a limiting factor

