

Roll No



**PRESIDENCY UNIVERSITY
BENGALURU**

**SCHOOL OF COMMERCE
MID TERM EXAMINATION - OCT 2023**

Semester : Semester III - 2022

Course Code : COM2009

Course Name : Sem III - COM2009 - Cost Accounting

Program : B.Com. Honors

Date : 2-NOV-2023

Time : 11:30AM - 1:00PM

Max Marks : 50

Weightage : 25%

Instructions:

- (i) Read all questions carefully and answer accordingly.
- (ii) Question paper consists of 3 parts.
- (iii) Scientific and non-programmable calculator are permitted.
- (iv) Do not write any information on the question paper other than Roll Number.

PART A

ANSWER ALL THE QUESTIONS

(5 X 2 = 10M)

1. List out two examples of Fixed Cost and Variable Cost. (CO1) [Knowledge]
2. State the three objectives of Costing. (CO1) [Knowledge]
3. Give three limitations of financial accounting. (CO1) [Knowledge]
4. State the meaning of Bin card and stores ledger. (CO2) [Knowledge]
5. Calculate the re-ordering level from the following information:
Maximum consumption = 300 units per day
Minimum consumption = 200 units per day
Re-order period = 8 to 10 days (CO2) [Knowledge]

PART B

ANSWER ALL THE QUESTIONS

(2 X 10 = 20M)

6. Ascertain the prime cost, work cost, cost of production, total cost, and profit from the undermentioned figures:

Direct Materials: ₹6000
Direct Labour: ₹ 5000
Factory Expenses: ₹3000
Administration Expenses: ₹1000
Selling Expenses-₹800 and Sales :₹25000

(CO1) [Comprehension]

7. From this information provided, you are required to prepare a statement showing how the issues would be priced if the FIFO method is followed.

2018-January-1	Opening Balance 200 units at ₹ 20 each
2018-January-2	Received 400 units at ₹ 15 each.
2018-January-3	Received 500 units at ₹ 25 each.
2018-January-4	Issued 400 units
2018-January-6	Issued 150 units
2018-January-8	Received 500 units at ₹ 30 each
2018-January-9	Issued 200 units
2018-January-12	Received 600 units at ₹ 25 each
2018-January-14	Received 350 units at ₹ 10 each
2018-January-15	Issued 100 units
2018-January-20	Issued 150 units

(CO2) [Comprehension]

PART C

ANSWER THE FOLLOWING QUESTION

(1 X 20 = 20M)

8. The following information has been obtained from the records of XYZ Corporation for the periods from July-1 to July 31, 2019.

Details	On July-1, 2019 (₹)	On July-31, 2019 (₹)
Cost of raw materials	70,000	60,000
Cost of work-in-progress	13,000	16,000
Cost of stock of finished goods	1,00,000	1,20,000
Purchases of raw materials		5,00,000
Wages paid		2,50,000
Factory overheads		1,10,000
Administration overheads (related to production)		60,000
Selling & distribution overheads		35,000
sales		12,00,000

Prepare a statement giving the following information

- (a) Raw material consumed
(b) Prime cost
(c) Factory cost
(d) Cost of goods sold, and
(e) Net profit

(CO1) [Application]