

Exam. Code : 105405

Subject Code : 1399

Bachelor in Business Administration (BBA) 5<sup>th</sup> Semester

**BBA-505 : COST ACCOUNTING**

Time Allowed—3 Hours] [Maximum Marks—50

Note :— Attempt *five* questions in all, selecting at least *one* question from each section. The **fifth** question may be attempted from any section. All questions carry equal marks.

**SECTION—A**

1. Explain the difference between Financial Accounting and Cost Accounting.
2. Define the following :
  - (a) Fixed Cost
  - (b) Cost Centre.

**SECTION—B**

3. Distinguish clearly between Direct Material and Indirect Material.
4. Define the following :
  - (a) Abnormal Gain
  - (b) EOQ.

**SECTION—C**

5. What is P/V Ratio ? Give three ways by which P/V Ratio can be improved.
6. Define the following :
  - (a) BEP
  - (b) Margin of Safety.

**SECTION—D**

7. What is budgetary control ? State the main objectives of budgetary control. What are the main steps in budgetary control ?
8. The standard material required to manufacture one unit of product X is 10 kgs and the standard price per kg of material is Rs. 25. The cost accounts records, however reveal that 11500 kgs of material costing Rs. 2,76,000 were used for manufacturing 1,000 units of product X.

Calculate Material Variances.