

Naipunnya School Of Management

COST ACCOUNTING

(Fifth semester B.Com CA & B Com Tax)

Each question carries 1 mark:

1. Define overheads
2. What do you mean by expenditure, expenses & losses
3. What do you mean by integrated ledger
4. What is learning curve
5. What is departmentalization?
6. What is purchase requisition
7. What do you mean by purchase order?
8. What is bin card
9. What is stores ledger
10. What do you mean by periodic inventory system?
11. What do you mean by perpetual inventory system
12. What is material cost accounting
13. Define apportionment and allocation
14. What do you mean by profit centre
15. What do you mean by cost unit? Different types of cost unit with examples
16. What is cost objects with example?
17. Differentiate between cost control and cost reduction
18. What do you mean by material control? Define material control.
19. State the difference b/w Halsey scheme and Rowan scheme of premium bonus
20. What is profit reconciliation statement
21. What do you mean by cost ledger accounting
22. What is unit costing? Name some concerns in which unit costing can be conveniently applied
23. Differentiate scrap from spoilage
24. What is labour control
25. What do you mean by under or over absorption of overheads.

Each question carries 2 marks:

1. Define cost ,costing, cost accounting and cost accountancy
2. What do you mean by :
 - a. EOQ

- b. Ordering cost
 - c. Carrying cost
3. What is direct expense? State its characteristics
 4. Briefly explain cost driver
 5. What do you mean by over head absorption and what is overhead absorption rate.
 6. What do you mean by machine hour rate? Explain its types.
 7. What are reasons for over and under absorption of overheads?
 8. What are the important methods of treatment of under or over absorbed overheads
 9. What are the factors to be considered while selecting overhead absorption rate.
 10. Explain payroll
 11. Explain direct labour with example. What are its features
 12. Explain indirect labour with features and site examples.
 13. What do you mean by labour turnover? Explain different types of labour turnover
 14. Explain causes & cost of labour turnover
 15. What are the essential features of good time keeping system
 16. Explain methods of time keeping system.
 17. What is time keeping? State the purpose
 18. Explain methods of time booking
 19. What is time booking? State its purpose
 20. What are the factors to be considered for a good remuneration system.
 21. Differentiate allocation and apportionment of overheads
 22. What is activity based costing and state the steps involved in ABC
 23. Mention the items of pure financial charges & pure financial incomes
 24. Explain the items appearing in cost accounting only
 25. What is overtime? What are the accounting treatment of overtime
 26. Mention the need for preparing profit reconciliation statement
 27. What is work in progress? How is it recorded in a cost sheet
 28. Explain types of stores
 29. What are the duties & responsibilities of storekeeper
 30. Differentiate between perpetual inventory from continuous stock taking
 31. State the advantages of perpetual inventory system
 32. What are the ledgers usually maintained by cost department
 33. Explain packing materials
 34. Explain centralized & decentralized purchasing
 35. Who is purchase manager? Explain his duties.

Each question carries 4 marks:

1. Show different basis of apportionment of overheads

2. Briefly explain :
 - i. opportunity cost,
 - ii. sunk cost,
 - iii. notional cost
 - iv. conversion cost,
 - v. replacement cost
 - vi. differential cost
 - vii. out of stock cost
3. What is meant by idle time? What are the causes of idle time and state its remedies
4. Explain analysis of inventories
5. Explain the methods used for re-apportionment of service department expenses
6. Define a cost centre. Explain different types of cost centre.
7. What is responsibility centre? Explain its types
8. Explain methods and techniques of costing
9. Explain tenders or Quotations
10. Explain reconciliation procedure
11. What are the important methods of computing absorption rate of factory overheads
12. What are the merits and demerits of time rate and piece rate systems of wage payment?
13. Distinguish b/w time rate system and piece rate system.
14. Explain methods of time rate system
15. Explain methods of piece rate system
16. Explain important premium bonus schemes
17. Differentiate b/w time keeping and time booking
18. What are the features & advantages of integrated accounting
19. What are the reasons for disagreement in profits
20. Explain the advantages & disadvantages of cost accounting
21. Distinguish between cost accounting & Financial Accounting
22. Explain the steps for installation of costing system. What are the factors influencing installation of costing system
23. What is cost accounting standards? Explain objectives of cost accounting standards.
24. Explain material losses
25. Explain purchase procedure
26. Differentiate perpetual inventory from periodic inventory
27. Explain the methods of pricing of issue of materials
28. Explain direct materials and indirect materials with example

29. What are the objectives and functions of cost accounting
30. Explain the practical difficulties in installing a costing system and the steps to overcome these.
31. Differentiate cost centre from profit centre
32. Differentiate between Bin card & Stores Ledger
33. Explain stock turnover
34. What are the objectives of material control
35. Is there any difference between operating costing and operation costing.

Each question carries 15 marks:

1. What do you mean by cost classification? Give a brief note on different types of cost
2. Explain cost accounting standards.
3. Explain stock levels of materials
4. Explain document design(steps for material control)
5. Explain components of cost sheet
6. Give brief account of steps or procedure of linking overheads to cost units.
7. What do you mean by overheads? Explain classification of overheads
8. What is cost sheet? Give detailed format of cost sheet.
9. Explain methods of wage payment.
10. What do you mean by control accounts? What are the important control accounts to be kept by costing department?