

## **SECTION-D**

**Note:** Long answer type questions. Attempt any two questions out of three questions. (2x8=16)

Q.23 Define cost. Explain the classification of Cost.

Q.24 What do you mean by Budget? Discuss various types of Budgets.

Q.25 What is a wage payment system? What are the essentials of a good payment system?

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226746-C

**4th Sem./Branch : DBM-Retail, DBM-HRM**

**Subject : Principles of Cost Accounting**

Time : 3 Hrs.

M.M. : 60

## **SECTION-A**

**Note:** Multiple choice questions. All questions are compulsory (6x1=6)

Q.1 Wage term is used as payment for the use of:

- a) Labour
- b) Land
- c) Machine
- d) All of the above

Q.2 Marginal costing is also known as:

- a) Direct costing
- b) Variable costing
- c) both (a)and (b)
- d) None of these

Q.3 The main element of cost is:

- a) Material
- b) Overheads
- c) Labour
- d) Chargeable Expenses

Q.4 EOQ stands for:

- a) Economic Order Quantity
- b) Essential Order Quantity
- c) Economic Output Quantity
- d) Essential Output Quantity

Q.5 FIFO is

- a) Fast Investment in Future Orders
- b) First In First Out
- c) Fast In Fast Out
- d) Fast Issue Of Fast Order

Q.6 What is the basic objective of cost accounting:

- a) Tax compliance      b) Financial audit
- c) Cost ascertainment    d) Profit analysis

### SECTION-B

**Note:** Objective/ Completion type questions. All questions are compulsory.  $(6 \times 1 = 6)$

Q.7 The Break Even Point is when neither profit is gained, nor loss is incurred. (True/False)

Q.8 Cost accounting helps in determining selling prices. (True/False)

Q.9 Minimum stock level is the level beyond which the quantity should not be in stock. (True/False)

Q.10 Budgetary control is a method of managing costs through preparation of budgets. (True/False)

Q.11 In the Time wage system workers are paid according to the work done during a certain period of time. (True/False)

Q.12 Variable costs do not change due to change in output. (True/False)

### SECTION-C

**Note:** Short answer type questions. Attempt any eight questions out of ten questions.  $(8 \times 4 = 32)$

Q.13 Elaborates the various scope of cost.

Q.14 Give five limitations of cost accounting.

Q.15 Define HIFO. Discuss the limitations of HIFO.

Q.16 Distinguish between Time rate payment and Piece rate payment.

Q.17 What do you mean by inventory control? Give its importance.

Q.18 Define the term:

1) Piece rate wage payment

2) Reorder level

Q.19 State the objectives of Budgetary control.

Q.20 What is the importance of Break Even Point?

Q.21 Discuss the meaning and advantages of the FIFO system.

Q.22 Describe the characteristics of an ideal cost accounting system.