

# **Bachelor of Commerce**

**B.Com**

**CHOICE BASED CREDIT SYSTEM**

**BCOC – 138: COST ACCOUNTING**

**ASSIGNMENT**

**2023-2024**

**Valid from 1st January 2023 to 31st December 2023**

**Fourth Semester**



**School of Management Studies**

**Indira Gandhi National Open University**

**Maidan Garhi, New Delhi -110068**



**BACHELOR OF COMMERCE  
BCOC – 138: COST ACCOUNTING**

**ASSIGNMENT: 2023-24**

Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment in this Course. The assignment has been divided into three sections. Section A Consists of long answer questions for 10 marks each, Section B consists of medium answer questions for 6 marks each and Section C consists of short answer questions for 5 marks each.

Assignment is given 30% weightage in the final assessment. To be eligible to appear in the Term-end examination, it is compulsory for you to submit the assignment as per the schedule. Before attempting the assignments, you should carefully read the instructions given in the Programme Guide.

1. Those students who are appearing in December 2024 Term End Examination they have to submit latest by in 15th October 2024.
2. Those students who are appearing in June 2024 exams. They have to submit the same latest by 15th March 2024.

You have to submit the assignment of all the courses to the Coordinator of your Study Centre.

## TUTOR MARKED ASSIGNMENT

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<b>COURSE CODE</b>	<b>:</b>	<b>BCOC – 138</b>
<b>COURSE TITLE</b>	<b>:</b>	<b>COST ACCOUNTING</b>
<b>ASSIGNMENT CODE</b>	<b>:</b>	<b>BCOC – 138/TMA/2023-24</b>
<b>COVERAGE</b>	<b>:</b>	<b>ALL BLOCKS</b>

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**Maximum Marks: 100**

**Note: Attempt all the questions.**

### Section – A

- Q.1** Define 'Cost Accounting'. State its main objects. **(10)**
- Q.2** From the following transactions, prepare separately the stores ledger accounts using **(10)**  
the following pricing methods :
- i) FIFO and ii) LIFO
- |          |    |  |
|----------|----|--|
| January  | 1  | Opening balance 100 units @ Rs. 5 each |
| January  | 5  | Received 500 units @ Rs. 6 each        |
| January  | 30 | Issued 300 units                       |
| February | 5  | Issued 200 units                       |
| February | 6  | Received 500 units @ Rs. 5 each        |
| March    | 10 | Issued 300 units                       |
| March    | 12 | Issued 250 units                       |
- Q.3** What is Labour Turnover? State the major causes of labour turnover. **(10)**
- Q.4** Define Overheads. What are the various methods of classifying overheads. Discuss **(10)**  
functional classification.
- Q.5** Calculate the machine hour rate to recover the overhead expenses given below : **(10)**

	Per hour	Per annum
Electric Power	75 Ps.	
Steam	10 Ps.	
Water	2Ps.	
Repairs		Rs. 530
Rent		Rs. 270
Running hours		

Rs. 2,000	
Original cost	Rs. 12,500
Book value	Rs. 2, 870
Replacement value	Rs. 11, 500
Depreciation	$7\frac{1}{2}\%$

Hint : (Depreciation to be charged on original cost.)

### Section – B

- Q.6** Explain the different methods of absorption of administrative overheads. Which method would you prefer and why? (6)
- Q.7** Define unit costing. Mention the industries to which this method of costing is applicable. (6)
- Q.8** Explain the use of a production order and give its specimen. (6)
- Q.9** How does contract costing differ from job costing? (6)
- Q.10** State the main characteristics of process costing and outline the costing procedure thereof. (6)

### Section – C

- Q.11 Distinguish between the following:** (10)
- a) Cost Accounting and Financial Accounting
  - b) Direct Expenses and Indirect Expenses
  - c) Centralised Purchasing and Decentralised Purchasing
  - d) Minimum Stock Level and Maximum Stock Level
- Q.12 Write short notes on the following:** (10)
- a) Cost Sheet
  - b) Time Keeping
  - c) Job Costing
  - d) Service Costing