

**Bachelor's Degree Programme  
(BDP)**

**ASSIGNMENT  
2023-2024**

**Elective Course in Commerce  
ECO – 10: Elements of Costing**

**For July 2023 and January 2024 admission cycle**



**School of Management Studies  
Indira Gandhi National Open University  
Maidan Garhi, New Delhi -110068**

# Elective Course in Commerce

## ECO – 10: Elements of Costing

### ASSIGNMENT- 2023-24

Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment in this Course.

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.

This assignment is valid for two admission cycles (**July 2023 and January 2024**). The validity is given below:

1. Those who are enrolled in **July 2023**, it is valid up to **June 2024**.
2. Those who are enrolled in **January 2024**, it is valid up to **December 2024**.

You have to submit the assignment of all the courses to The Coordinator of your Study Centre. For appearing in June Term-End Examination, you must submit assignment to the Coordinator of your study centre latest by **15<sup>th</sup> March**. Similarly for appearing in December Term-End Examination, you must submit assignments to the Coordinator of your study centre latest by **15<sup>th</sup> September**.

**TUTOR MARKED ASSIGNMENT**

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**COURSE CODE** : **ECO-10**  
**COURSE TITLE** : **ELEMENTS OF COSTING**  
**ASSIGNMENT CODE** : **ECO-10/TMA/2023-24**  
**COVERAGE** : **ALL BLOCKS**

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**Maximum Marks: 100**

**Attempt all the questions:**

1. Define 'Cost Accounting'. State its main objects. Differentiate between Cost Accounting and Financial Accounting. **(10+10)**
2. Distinguish between centralised purchasing and decentralized purchasing. **(10+10)**
3. Calculate the inventory turnover ratio for the year 2023 from the following information and express the same in number of days the average inventory is consumed for each material and comment on the purchasing procedure. **(20)**

	Material X	Material Y
	Rs.	Rs.
Opening stock	40,000	60,000
Purchases during the period	2,80,000	80,000
Closing stock	20,000	40,000

4. Define overheads. What are the various methods of classifying overheads? **(2+18)**
5. **Write short notes on the following:** **(4×5)**
  - (a) Cost Centre
  - (b) Issue of Materials
  - (c) Integral Accounting
  - (d) Job Costing