CBSE Class 12 Cost Accounting 2012 - Set 202

Question Paper

Conducted by the Central Board of Secondary Education (CBSE)

Time Allowed: 3 Hours **Maximum Marks: 60**

General Instructions

(i) Please check that this question paper contains 19 questions.

(ii) Please write down the Serial Number of the question before attempting it.

Section Elements of Cost Accounting

1. State any four components of Cost Sheet.

2. What is Normal Idle Time and Abnormal Idle Time ?

3. State any four points of importance of Cost Sheet.

4. Classify the following under suitable overheads :

1. Manager's salary
2. Factory power
3. Salesmen's salary
4. Delivery van expenses

5. What is meant by 'time wage' system ? State any three advantages of piece-meal wage system.

6. State giving reasons whether the following statements are *true* or *false* :

1. Prime cost is always more than factory cost.
2. Factory cost is always less than cost of production.
3. Income tax paid is shown in cost sheet.
4. Depreciation on plant is included in prime cost.

7. Calculate the factory overhead rate based on materials from the following information :

		₹
	Direct Material	50,000
	Direct Labour	20,000
	Factory Rent & Rates	10,000
	Factory Manager's salary	3,000
	Other factory expenses	2,000
	Office overheads	5,000

8. What is meant by 'time keeping' and 'time booking' ? State any four objects of time keeping.

9. Prepare Cost Sheet from the following items :

		₹
(i)	Raw material purchased	50,000
(ii)	Fuel expenses	25,000
(iii)	Repairs to Plant & Machinery	4,000
(iv)	Printing and Stationery	2,000
(v)	Selling and distribution overheads	5,000
(vi)	Wages paid	20,000
(vii)	Opening and closing stock of raw material	₹ 40,000 and ₹ 10,000

10. Distribute the following costs incurred in a factory among three production departments A, B and C :

		₹
(i)	Rent	6,000
(ii)	Lighting	2,800
(iii)	Depreciation	2,000
(iv)	Supervision	4,000
(v)	Fire Insurance of Stock	9,000

Additional information :

	Departments		
	A	**B**	**C**
Area (in sq.ft.)	1,000	600	400
Number of light points	24	16	16
Number of workers	40	24	16
Value of machines (in ₹)	36,000	24,000	40,000
Value of stock (in ₹)	15,000	9,000	6,000

OR

10. What is meant by 'allocation of overheads' ? Explain the method of 'apportionment' and 'absorption' of overheads.

Section Auditing

11. State the qualifications of an auditor as provided in the Companies Act, 1956.

12. "Auditing without evidence is like a man without breathing." Explain it briefly.

13. Give any three features you would like to include in your Audit Report after auditing the accounts of Delhi Public School.

14. Define the following :

1. Evidence
2. Vouching

15. State any three contents of Audit Report.

16. State any three duties and any three rights of a Company Auditor.

17. What is an Audit Report ? State any four purposes of audit report.

18. What steps would you take to vouch any ***three*** of the following items ? Explain.

1. Interest paid on loan
2. Cash received from debtors
3. Commission paid
4. Cash sales
5. Travelling expenses

19. Name the documents you would require as an auditor of a company for verification of any ***four*** of the following items :

1. Cash balance
2. Rent outstanding
3. Capital
4. Raw material
5. Creditor
6. Debentures

- End of Question Paper -