

G.V.M'S G.G.P.R. COLLEGE OF COMMERCE & ECONOMICS
FARMAGUDI, PONDA
INTRA SEMESTER ASSESSEMENT TEST - I
B.COM. SEMESTER V JULY 2013
COST & MANAGEMENT ACCOUNTING(MAJOR - I)
Process costing and Integral Accounting

MARKS:- 10

Duration:- 30 minutes

The following particulars relate to special paper manufactured by Bharat Paper Mills Ltd. in January 2013.

Direct materials

Paper pulp 100 tons @ ₹ 250 per ton
Other materials 20 tons @ ₹ 200 per ton.

Direct labour

80 skilled workers @ ₹ 3 per day for 30 days
40 unskilled workers @ ₹ 1 per day for 30 days.

Direct expenses

Special equipment ₹ 3000.
Special dyes ₹ 1000.
Amount realized from sale of waste material ₹ 1000.

Works overheads

Variable @ 100% of direct labour
Fixed @ 60% of direct labour.

Administration overheads 10% of works cost.

Selling and distribution overheads 20% of works cost.

Profit on selling price - 20%.

80 tons of special paper was manufactured.

Prepare a cost sheet for the above period and also calculate the selling Price per ton of special paper.

***** best of luck *****