

Particulars	Process		
	A	B	C
Unit introduced (per unit Rs.15)	?	-	-
Actual production (No. of Units)	11500	?	?
Normal wastage (% of Inputs)	2.5%	8%	10%
Sales value of wastage (per 25 unit)	Rs.20	Rs.50	Rs.75
Abnormal wastage (no. of units, cost per unit Rs.25)	200	Nil	Nil
Abnormal gain(No. of units, cost per unit Rs.40)	--	--	200
Normal cost of normal output (per unit in Rs.)	--	35	--

- i) Factory overheads to be distributed as 100% of direct wages in all the three processes.
- ii) The abnormal wastage was $\frac{2}{3}$ of the normal wastage in process A.
- From the above information prepare process accounts, abnormal wastage and abnormal gain accounts. Also show necessary calculations.

OR

- Q-3 The following details are available from the books of Anuj Mfg. Co. Ltd. [15]
regarding the three process of their factory.

Particulars	Process I	Process II	Process III
Raw material	2000 units of Rs 60 per unit	--	---
Wages	Rs. 58000	Rs. 89000	Rs. 198000
Factory Expenses	70% of wages	80% of wages	90% of wages
Other expenses	Rs. 4600	Rs. 2500	Rs. 14800
Wastage (unsalable)	150 units	120 units	100 units
By products	200 units	240 units	260 units
Sale of by products	Cost plus 20%	Sold at price so as to realize 20% profit on sales	Cost plus 20%

Prepare process accounts and by product account.

- Q-4 Discuss various advantages and disadvantages of uniform costing. [15]

OR

- Q-4 What is marginal cost and marginal costing? Explain various features of marginal costing. [15]