



REFORMED CHURCH UNIVERSITY

FACULTY OF COMMERCE

**BACHELOR OF COMMERCE HONOURS DEGREE IN
ACCOUNTING**

MANAGEMENT & COST ACCOUNTING I

HACC 219

PART 2 SEMESTER 2 EXAMINATION

TOTAL MARKS [100]

DATE: JUNE 2024

Time: 3 Hours

INSTRUCTIONS

1. This paper has *six (6)* questions
2. Answer question *one (1)* and *any* other *three (3)*
3. Each question carries *25 marks*
4. Start each question on a new page

1. Discuss the role of cost and management accounting in managerial decision making in an organisation of your choice. {25}

2. Explain the following terms in relation to cost and management accounting
 - i) Process Costing {5}
 - ii) Contract Costing {5}
 - iii) Activity Based Costing {5}
 - iv) Job Costing {5}
 - v) Batch Costing {5}

3. Explain the concept of cost behaviour and classify costs based on their behaviour. {25}

4. The following is schedule of stocks which Makaanaka Pvt ltd received and issued during the month of January 2019

Date	Opening balance 100 units @\$10 each
1	Received 200 units @10.50 each
2	Received 300 units @10.60 each
3	Issued 400 units to Job A
4	Issued 120 units to Job B
5	Received 400 units @11.00 each
6	Issued 200 units to Job C
7	Received 300 units @11.40 each
8	Received 200 units @11.50 each
9	Issued 400 units to Job D

Required:

- Prepare a statement showing stock valuation using **FIFO** method {25}
5. Compare and contrast Variable Costing to Absorption Costing {25}

 6. Discuss the difference between managerial accounting and financial accounting {25}

END OF PAPER