



ALLAMA IQBAL OPEN UNIVERSITY
Semester Terminal Exam Autumn 2020

Program /level:	BBA/Graduation	Maximum Marks	100
Title /Course Code	Cost Accounting (8408)	Pass marks	50

Instructions for Exams:

1. Attempt All Questions.
2. Write answers in your own words and avoid copying from an internet source or any book.
3. Be precise, avoid unnecessary details, answer to each question must be between 600-800 words.
4. Students are advised to upload their answer sheets/solutions on LMS portal as soon as they complete their answers and not to wait for 8:30 PM.
5. Submissions after due date & time will not be entertained. Attach undertaking with each course code which were allowed to attempt in Urdu.
6. If plagiarism found, Student may be declared fail.

Q. No.	Questions	Marks
1	We have observed that entire Cost behavior has abruptly changed as COVID 19 has almost destroyed the business all over the world. Due to complete or partial closure of entities, fixed costs have increased per unit. Critically evaluate the cost composition of any two organizations and prepare a comprehensive report catering the activities before and during pandemic.	30
2	Smart lock downs and partial closures have forced the businessmen to reconsider their approaches. Inventory managers are really worried as the consumption of certain components have been halted entirely or decreased drastically. Suggest how the various quantitative tools for inventory management can be applied with certain modifications with special focus on lead time	30
3	Uneven trends have made the forecasting a tough job. Budgeting and determination of standards is a big challenge in these days. Select any organization, set standards for that and prepare periodic budgets starting from sales ending upto manufacturing cost budget. You are supposed to account for all the contingencies.	40