

**DIPLOMA IN AGRICULTURAL  
COST MANAGEMENT (DACM)**

**Term-End Examination**

**June, 2025**

**BAM-003 : COST CONCEPTS AND  
TECHNIQUES**

*Time : 3 Hours*

*Maximum Marks : 100*

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**Note :** Answer any *five* questions. All questions carry equal marks.

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1. (a) Explain the scope and functions of accounting. 10
  - (b) Discuss the types of accounting systems. Explain their advantages and disadvantages. 10
  2. (a) Differentiate between cost control and cost reduction. Discuss the steps involved in cost control. 10

- (b) What is meant by cost apportionment ?  
Differentiate between allocation and apportionment of overheads. 10
3. What are the bases for the classification of agricultural costs ? Discuss in detail different types of agricultural costs. 20
4. (a) What do you understand by idle time ?  
Explain the causes and treatment of idle time. 10
- (b) Classify the overhead cost. Discuss the overhead cost based on their functions. 10
5. Give the purpose and uses of cost sheet.  
Prepare a pro forma of a detailed cost sheet. 20
6. (a) What do you understand by contract and process costing ? Explain the steps in the contract costing. 10

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- (b) Explain the concepts of marginal costing and contribution. Given the data : 10  
Fixed cost : ₹ 12,000; Selling price = ₹ 12 per unit, Variable cost = ₹ 9 per unit. Calculate contribution per unit and profit/value ratio.
7. What do you understand by cost variance ? Explain the elements of cost variance. 20
8. Define target costing. Discuss the process and principles of target costing. 20

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