

Q. 1 A) Say True or False (Any 8)

8

- 1) Fixed cost per unit remains the same.
- 2) Direct expenses are excluded from cost sheet.
- 3) Office Rent is an example of office and Administration overheads.
- 4) Normal Loss is unavoidable Loss.
- 5) Transport costing is an example of service costing.
- 6) Showroom rent is a factory overhead.
- 7) Abnormal Gain arises when Actual Loss is more than Normal Loss.
- 8) Bad debts are Excluded from the cost sheet.
- 9) Escalation clauses is in contract account.
- 10) Prime cost and works cost are the same.

C) Match the following.

5

Group 'A'

Group 'B'

- | | |
|--------------------|---|
| 1) Abnormal Loss | a) Per unit is the same |
| 2) Variances | b) is done by Architect |
| 3) variable lost | c) Insurance company |
| 4) Work certified | d) Included in cost sheet |
| 5) Claim | e) Profits are different |
| 6) Depreciation | f) part of direct material |
| 7) Reconciliation | g) contract account |
| 8) Carriage inward | h) Contribution ÷ sales |
| 9) Notional profit | i) Differences |
| 10) P/V Ratio | j) Actual loss is more than Normal Loss |

Q No 2 The following particulars have been extracted from books of zebra Ltd., Calcutta for the year ended 31st March, 2016.

15

	Rs.
Stock of materials as on 31 st March, 2015	87,000
Stock of materials as on 31 st March, 2016	50,000
Materials purchased	3,08,000
Factory office salaries	9,600
Administration Office house salaries	14,000
Carriage Inwards	8,200
Carriage outwards	5,100
Cash discounts allowed	3,400
Bad debts written off	4,700

P.T.O.

Repairs of plant, machinery and tools	10,600
Rent, Rates, Taxes and insurance (Factory)	3,000
Rent, Rates, Taxes and insurance (Office)	1,000
Traveling expenses	3,100
Traveler's salaries and commission	8,400
Productive wages	2,40,000
Depreciation written off on machinery plant and tools	7,100
Depreciation written off on furniture	700
Directors' fees	6,000
Gas and water charges (factory)	1,500
Gas and water charges (office)	300
General charges	5,000
Manager's Salary	12,000

Out of 48 hours in a week, the time devoted by the manager to the factory and office was on average 40 hours and 8 hours, respectively throughout the accounting year.

Prepare a statement giving the following information:

- Prime cost
- Factory cost
- Total cost.

OR

- Q2 MESSRS. Mohan BUILDERS, having undertaken a contract at a price of Rs.4,00,000/- started the works on 1st January, 1996. Prepare a Contract Account for the year ended 31st December 1996 from the following particulars.

	Rs.
Materials	85,624
Plant installed at site	15,000
Labour	74,375
Sundry Direct Expenses	3,290
Materials at site on 31 st December, 1996	1,880
Material returned to Stores	549
Cash received (90% of work certified)	2,70,000
Work uncertified	4,500
Establishment charges allocated to contract	4,000
Wages due on 31.12.1996	2,640
Value of Plant at site on 31.12.1996	11,000

Show your calculation of the amount of profit to be transferred to Profit and Loss Account and explain the basis of your calculation.

- Q No 3 (a) Calculate the P/V ratio and Break-even point from the following particulars :

	Rs.
Sales	6,00,000
Fixed Cost	1,00,000
Profit	1,50,000

OR

Q 4) A fire which occurred on 20th April 2012 in the premises of Ram Enterprises Ltd. destroyed all stock except Rs. 1,00,000. Selling price is fixed having 20% margin on sales value. Fire insurance policy amount was Rs. 6,00,000. 15

Following information is available from 1st Jan. 2012 upto 20th April 2012.

Particulars	Rs.
Stock on 1-1-2012	15,00,000
Purchases	43,15,000
Sales (including goods sent on approval)	67,00,000
Carriage inward	1,00,000
Carriage outward	2,00,000
Return Inwards	2,00,000
Return Outwards	15,000
Furniture included in Purchases	1,00,000

Goods of sales value Rs. 50,000 were sent on approval for which there was no information from customer till date of fire.

Compute the amount of claim.

Q 5. Write short notes on : (Any three)

(15)

1. Profit computation in contract costing
2. Standard costing
3. Features of service costing.
4. Steps in budgetary control.
5. Cost sheet