

SARDAR PATEL UNIVERSITY  
B. COM. SEMESTER-4  
ADVANCED ACCOUNTING & AUDITING-7  
[ADVANCED COST ACCOUNT] [UB04ECOM33/11]

DATE: 13/04/2018

TIME: 10.00 A.M. TO 12.00 P.M.

MARKS: 60

Que.1:

(A) Contractor of a Mansi ltd. Has taken a contract of Rs. 5,00,000. Work was start on 1<sup>st</sup> April, 2016. The information of contract up to the 31<sup>st</sup> March, 2017 is as under. (10)

Supplied materials	Rs.
Machine	1,00,000
Administrative expenses	30,000
Direct expenses	68,000
Labour	2,698
Expenses of sub-contract	1,40,000
Indirect Expenses	8,750
Material returned to store	8,252
Work certified	1,098
Cash received	3,90,000
Work uncertified	3,60,000
Other expenses	8,000
Additional Information:	6,334

1. The value of Material as on 31<sup>st</sup> March, 2017 was of Rs. 2,766.
  2. Depreciation on machine is to be calculated @ 30%.
  3. Outstanding labour as on 31<sup>st</sup> March, 2017 is Rs. 5,380.
  4. The value of stolen material from the sight is of Rs. 3,000.
- Prepare contract A/c. and WIP A/c. The profit is to be transferred to P. & L. A/c. as 2/3 cash basis.

(B) Write short note on certified work and uncertified work.

(05)

OR

Que.1:

(A) Describe the types of contract.

(B) Archil co. ltd. has taken a contract to build a building of Rs. 10,00,000. Information is as under. (05)

Particulars	2016 Rs.	2017 Rs.
Materials	3,00,000	84,000
Direct wages	2,00,000	1,00,000
Expenses of sub-contract	30,000	5,000
Direct expenses	10,000	4,000
Other expenses	10,000	4,000
Indirect expenses	8,000	3,400

(10)