

| Day & Date           | Semester                   | Subject Name   | Time                         | Code   | Marks |
|----------------------|----------------------------|--|------------------------------|--------|-------|
| Friday<br>27/04/2018 | II<br>(Fresh/<br>Repeater) | Advanced Management<br>Accounting & Audit<br>Advanced Cost<br>Accounting & Auditing<br>Paper I | 11. 00 AM<br>to<br>02. 00 PM | 210602 | 100   |

Instructions: 1) Question No.1 is compulsory.  
2) Attempt any three from Q.2 to Q.5

**Q.1 The cost details of a company are given for the year ending on 31<sup>st</sup> March 2017. 25**

|                               | Rs.      |   | Rs.    |
|-------------------------------|----------|---|--------|
| Opening stock of Raw-material | 12,500   | Office Rent                               | 8,800  |
| Closing stock of              | 8,800    | Office Electricity                        | 2,200  |
| Raw material Purchase of      | 3,35,000 | Sunday Office Expenses                    | 1,800  |
| Raw material wages            | 1,25,000 | Opening stock of                          | 12,000 |
| Factory Power                 | 8,800    | Finished Goods Closing stock of           | 18,000 |
| Factory Rent                  | 12,000   | Finished goods Depreciation on            | 5,000  |
| Other factory expenses        | 13,800   | Plant & Machinery Depreciation on office  | 3,000  |
| Indirect wages                | 4,500    | Fixed Assets profit on sale of Investment | 2000   |
| Office Salary                 | 24,000   | Debenture interest (Dr.)                  | 12,000 |

For costing Factory Overhead is charged at 20% on Prime cost.

Office overhead is charges at 10% of Work Cost.

The selling price was fixed by adding profit at the rate of 25% on total cost as per cost records.

Prepare the Finance Statement and cost statement and reconcile the profits as per both the records.

**Q.2 Following is the Balance sheet of Lava Ltd. as at 31<sup>st</sup> March 2017: 25**

| Liabilities                | Rs.      | Assets               | Rs.      |
|----------------------------|----------|----------------------|----------|
| Creditors                  | 20,8000  | Cash                 | 10,000   |
| Advance Income             | 20,000   | Inventory            | 170000   |
| Provision for Taxation     | 50,000   | Machinery            | 4,20,000 |
| Provision for Depreciation |          | Advances             | 14,000   |
| On Land & Building         | 60,000   | Furniture            | 2,10,000 |
| On Machinery               | 70,000   | Goodwill             | 1,54,000 |
| On Furniture               | 80,000   | Investment           | 98,000   |
| General Reserve            | 2,46,000 | Bank Balance         | 56,000   |
| 10% Debentures             | 1,54,000 | Preliminary Expenses | 40,000   |
| 12% preference Shares      | 10,00,00 | Land and Building    | 5,08,000 |
| Public Deposits            | 1,00,000 | Debtors              | 2,20,000 |
| Bank overdraft             | 1,04,000 | Bills Receivable     | 50,000   |
| Equity share capital       | 5,00,000 | Patents and patterns | 1,20,000 |

|                            |                  |                                 |                  |
|----------------------------|------------------|---------------------------------|------------------|
| Bills payable              | 40,000           | Discount on issue of Debentures | 22,000           |
| Profit & Loss A/C          | 2,60,000         |                                 |                  |
| Capital Redemption Reserve | 1,00,000         |                                 |                  |
|                            | <b>20,92,000</b> |                                 | <b>20,92,000</b> |

**Additional information:**

- 1) General Reserve includes Rs. 6,000 being reserve for Bad Debts
  - 2) Marketable Investments included in investment is Rs. 18,000/-
- You are required to prepare Communize Balance Sheet in vertical form.

**Q.3 a) From the following figures prepare a reconciliation statement**

**15**

| Particulars              | Cost Books (Rs) | Financial Books (Rs) |
|--------------------------|-----------------|----------------------|
| Profit                   | 50,000          | ?                    |
| Manufacturing over heads | 8,000           | 6,000                |
| Bad debts                | —               | 5000                 |
| Office overhands         | 8500            | 7000                 |
| Directors fees           | —               | 2000                 |
| Tax paid                 | —               | 15000                |
| Depreciation             | 11250           | 12000                |
| Share Transfer Fees (cr) | —               | 1000                 |
| Selling overheads        | 5000            | 8000                 |

**b) From the following details prepare comparative Balance sheets in the books of Kajol Ltd.**

**07**

| Particulars           | 2015             | 2016             | Particulars | 2015             | 2016             |
|-----------------------|------------------|------------------|-------------|------------------|------------------|
| Bills payable         | 50,000           | 75,000           | Cash        | 10,00,00         | 14,00,00         |
| Creditors             | 150,000          | 2,00,000         | Debtors     | 20,00,00         | 30,00,00         |
| Tax payable           | 100,000          | 15,00,00         | Stock       | 10,00,00         | 10,00,00         |
| 10% Debentures        | 1,00,000         | 1,50,000         | Land        | 20,00,00         | 30,00,00         |
| 12% preference shares | 3,00,000         | 3,00,000         | Buildings   | 30,00,00         | 2,70,000         |
| Equity shares         | 4,00,000         | 4,00,000         | Plant       | 30,00,00         | 2,70,000         |
| Reserves              | 2,00,000         | 2,45,000         | Furniture   | 10,00,00         | 1,40,000         |
|                       | <b>13,00,000</b> | <b>15,20,000</b> |             | <b>13,00,000</b> | <b>15,20,000</b> |

**Q.4 a) Discuss the types of computer systems**

**12**

**b) Explain CSR with case study of any one company.**

**13**

**Q.5 a) What are the steps involved in activity based costing.**

**12**

**b) Define Government Audit Explain various problems of auditing in government departments.**

**13**