

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

Q. 1 Mr. Sasha runs a tempo service and has two vehicles. He provides the following (25)
particular and wants you to compute the cost per running Km.

	Vehicle A (Rs.)	Vehicle B (Rs.)
Cost of Vehicle	25,000	15,000
Road Licence Fees per year	750	750
Supervision & Salary (yearly)	1,800	1,800
Driver's wages per hour	4	4
Cost of fuel per litre	1.50	1.50
Repairs and maintenance per Km.	1.50	2.00
Tyre cost per year	1.00	0.80
Garage Rent per year	1,600	550
Insurance Premium (yearly)	850	500
Kms run per litre	6	5
Kilometrage run during the year	15,000	6,000
Estimated life of vehicle	Kms 1,00,000	Kms 75,000

Change Interest at 10% p.a. on cost of vehicle.

The vehicles run 20 kms. per hour on an average.

Q. 2 In 2016, Mr. Prakash undertook three contracts on 1st January, 1st July and (25)
1st October respectively.

On 31st December, the position was as under:

	House I	House 2	House 3
Contract Price	9,00,000	6,07,500	6,75,000
Expenditure:			
Material	1,62,000	1,30,500	45,000
Wages	2,47,500	2,52,900	31,500
General expenses	9,000	6,300	2,250
Plant installed	45,000	36,000	27,000
Material on hand	9,000	9,000	4,500
Wages accrued	7,650	8,100	3,600
General expenses accrued	1,350	900	450
Work certified	4,50,000	3,60,000	81,000
Cash received in respect there of	3,37,500	2,70,000	60,750
Work finished but uncertified	13,500	18,000	4,725

- 1) The Plant was installed on the dates of the contracts and depreciation is taken at 10% p.a.
- 2) Transfer from House 1 to House 2 of material costing 45,000 took place on 1st September, 2016.

Prepare respective contract accounts in the books of contractor.

- Q. 3 a) From the following details of SM Ltd engaged in contract A prepare contract A/c and Contractee A/c. for the year ended 31.03.2017. (12)

Contract Price	Rs.	18,00,000
Materials	Rs.	4,80,000
Wages	Rs.	4,20,000
Materials returned	Rs.	12,000
Direct Expenses	Rs.	1,80,000
Establishment Charges	Rs.	81,000
Plant installed	Rs.	2,40,000
Outstanding wages (31.03.2017)	Rs.	48,000
Materials on site (31.03.2017)	Rs.	66,000
Work Certified	Rs.	12,60,000
Work uncertified	Rs.	69,000
Cash received	Rs.	11,34,000
Plant Value (31.03.2017)	Rs.	1,95,000

- b) Write note on Human Resource Accounting. (06)
- c) Explain qualified and unqualified audit report. (07)
- Q. 4 a) What are the power and duties of an auditor of a company. (15)
- b) Explain the Environmental Accounting with its Importance. (10)
- Q. 5 a) Explain qualification and disqualification of an auditor of a company. (12)
- b) Explain various methods of Inflation Accounting. (13)
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