

Test Duration: 32 mins (+ 3 mins reading time)

Maximum Marks: 18 marks

Que 1 As of 30th September, 2019, the following balances existed in a firm's cost ledger, which is maintained separately on a double entry basis:

	Debit	Credit
Stores Ledger Control A/c	15,00,000	-
Work-in-progress Control A/c	7,50,000	-
Finished Goods Control A/c	12,50,000	-
Manufacturing Overhead Control A/c	-	75,000
Cost Ledger Control A/c	-	34,25,000

During the next quarter, the following items arose:

Finished Product (at cost)	11,25,000
Manufacturing overhead incurred	4,25,000
Raw material purchased	6,25,000
Factory wages	2,00,000
Indirect labour	1,00,000
Cost of sales	8,75,000
Materials issued to production	6,75,000
Sales returned (at cost)	45,000
Materials returned to suppliers	65,000
Manufacturing overhead charged to production	4,25,000

Required:

PREPARE the Cost Ledger Control A/c, Stores Ledger Control A/c, Work-in-progress Control A/c, Finished Stock Ledger Control A/c, Manufacturing Overhead Control A/c, Wages Control A/c, Cost of Sales A/c and the Trial Balance at the end of the quarter.

(8 marks)

Que 2 X Ltd. follows Non-Integrated Accounting System. Financial Accounts of the company show a Net Profit of ₹ 5,50,000 for the year ended 31st March, 2022. The chief accountant of the company has provided following information from the Financial Accounts and Cost Accounts:

Legal Chargers Provided in Financial accounts	15,250
Interim Dividend received credited in financial accounts	4,50,000
Preliminary Expenses written off in financial accounts	25,750
Over recovery of selling overheads in cost accounts	11,380
Profit on sale of capital asset credited in financial accounts	30,000
Under valuation of closing stock in cost accounts	25,000
Over recovery of production overheads in cost accounts	10,200
Interest paid on Debentures shown in financial accounts	50,000

Required:

Find out the Profit (Loss) as per Cost Accounts by preparing a Reconciliation Account.

(5 marks)

Que 3 Journalize the following transactions assuming cost and financial accounts are integrated: (Narrations are required)

Direct Material issued to Production	₹ 5,88,000
Allocation of Wages (Indirect)	₹ 7,50,000
Factory Overheads (Over absorbed)	₹ 2,25,000
Administrative Overheads (Under absorbed)	₹ 1,55,000
Deficiency found in stock of Raw Material (Normal)	₹ 2,00,000

(5 marks)