

- i) Which of the following is not included in operating costing? 1
 (A) Hospital (B) Hotel (C) Theater (D) Publication service
- j) Production cost of first process is Rs. 20,000, if profit is added at 20% on transfer price what will be the amount of profit? 1
 (A) 2000 (B) 6250 (C) 5000 (D) 8000
- k) What does it mean if machinery closing amount is less than opening amount? 1
 (A) Sale (B) Purchase (C) Fraud (D) Theft
- l) Investment accounts are kept... 1
 (A) Only by Brokers (B) Only by companies
 (C) By any person who is an investor (D) By stock exchange only
- m) If transfer price is double than its cost price, what will be the percentage of profit added? 1
 (A) 50% on cost (B) 100% on transfer price
 (C) 100% on cost (D) None of these
- n) Unit of cost of hospital service..... 1
 (A) Bed Day (B) Room Day (C) Passenger Day (D) Patient Day

Attempt any four questions from Q-2 to Q-8

Q-2 (14)

From the following information, prepare 12% Government of India's Loan Account in the books of Shri Ganesh & Sons:

(1) Opening balance as on 1-4-2017:	Rs.
Face value of loan	1,00,000
Cost price of loan	1,05,000
Accrued interest	3,000

(2) Dates of payment of interest: 31st December and 30th June.

(3) Transactions during the year:

Date	Face Value Rs.	Price	Remarks
1-5-17	25,000	96	Cum-interest purchase
1-6-17	10,000	98	Ex-interest purchase
1-8-17	40,000	103	Cum-interest sale
1-3-18	55,000	104	Ex-interest sale

Valuation of closing balance of investment is to be made as per "FIFO" method.

Q-3 Attempt all questions (14)

A Explain Accounting Standard – 13: Accounting for Investment. 7

B Give limitation of Single entry. 7

Q-4 (14)

Shri Naman Shah maintained his accounts on single Entry System. From the following details prepare profit & Loss Account for the year ending 31st March, 2018 and a Balance Sheet as on the date:

(1) Following were the balances on 1-4-2017



	Rs.		Rs.
Creditors	5,500	Furniture	900
Debtors	7,000	Stock	4,500
Bills Receivable	1,700	Cash balance	1,200
Bills Payable	800		

(2) The transactions during the year were as under:

	RS		RS
Cash paid for Bills payable	3000	Cash received for bills	3,000
Received from debtors	36,000	Receivable	
Discount allowed	1,500	Paid to creditors	24,000
Sundry expenses	8,800	Discount received	600
Purchase of Furniture (1-10-2017)	600	Bed debts	500
Drawings	2,000	Purchases returns	400
		Sales returns	800

(3) Following were the Balances as on 31-3-2018:

	RS		RS
Debtors	9,000	Bills Payable	2,900
Creditors	3,600	Cash balance	1,800
Bills Receivable	1,400	Closing Stocks	6,000

(4) Adjustments:

- (1) Provide for interest on capital at 10%.
- (2) Provide for Reserve for Bed and Doubtful Debts at 5% on Debtors.
- (3) Provide for depreciation on furniture at 10% p.a.

- Q-5 Attempt all questions (14)**
- A** Difference: Single entry and Double entry **7**
- B** Define various Services. **7**
- Q-6 Attempt all questions (14)**
- A** Dr. Meet runs a hospital named "Sai Hospital" in palitana **10**

He has got a hospital building on rent of Rs. 3,00,000 yearly.
There is a facility of 30 beds in the hospital and 5 beds can be added if needed. Repairing and maintenance expenses are to be borne by the Hospital authorities.

The expenses of the permanent staff are given below:

2 Supervisors	Salary per month per head	5,000
4 Nurses	Salary per month per head	6,000
2 Ward boys	Salary per month per head	4,000
2 Doctors	Salary per month per head	15,000

The hospital facility is available for all 365 days.

The occupancy of patient's beds during the financial year ending on 31-3-18 as under.

Patient beds	15	20	25	30	35
Days	40	80	100	45	100



The other expenses are as under:

Repairing & Maintenance	40,000	Medicine expenses	24,000
Cost of food for patients	40,000	X-ray and oxygen expense	16,000
Expenses regarding Services to Patients	30,000	General expenditure	50,000
Laundry expenses	35,000	Visiting Doctor's fees	1,30,000

To get 20% profit on cost price the rent per patient bed day is to be decided.

Prepare a statement showing operating cost. Find out the cost per patient bed day.

B From the following information, calculate room days of a hotel. **4**

Number of rooms	200	No. of days of a month	30
Occupancy rate	80%	No. of working months in a year	12

Q-7 **Attempt all questions** **(14)**

A A certain product passes through three processes before it is transferred to finished stock. The details of Kinjal Ltd is given below: **10**

Particulars	Process I Rs.	Process II Rs.	Process III Rs.
Direct materials	4,00,000	6,00,000	2,00,000
Direct Wages	6,00,000	4,00,000	8,00,000
Closing Stock	2,00,000	4,00,000	6,00,000

The closing stock of finished stock was Rs. 4,00,000.

The output of each process is transferred to next process at a price which gives the profit of 20% on transfer price. The output of the third process is also transferred to finished stock at the same rate of profit.

The stock of each process is valued at prime cost.

The finished stock was sold at Rs. 36,00,000.

Prepare:

(1) **Process Account**

(2) **Finished Stock Account**

B Opening balance of Debtors Rs. 60,000, Credit Sales Rs. 4,00,000, Discount allowed Rs. 1,000, Bad Debts Rs. 2,000, Sales Return Rs. 4,000 and Closing balance of Debtors Rs. 1,53 000. Find out the missing information in the Debtors A/c. **4**

Q-8 **Attempt all questions** **(14)**

A Write a note on Inter process profit **7**

B Define methods of ascertaining profit of Single entry. **7**

