

# COST ACCOUNTING

## BCOM IV SEM

QUEST.1 From the following particulars relating to a contract, prepare (a) the Contract Account, (b) Contractee's Account and (c) relevant entries in the Balance Sheet:

	Rs.
Materials sent to site	85,349
Labour engaged on site	74,375
Plant installed at cost	15,000
Direct expenditure	4,126
Establishment charges	3,167
Materials returned to stores	549
Work certified	1,95,000
Cost of work not certified	4,500
Materials on hand, Dec. 31	1,883
Wages accrued on December, 31	2,400
Direct expenditure accrued on Dec. 31	240
Value of plant, Dec. 31	11,000

The contract price has been agreed at Rs.2,50,000. Cash has been received from the contractee amounting to Rs.1,80,000. ( MARKS -10)

QUES 2.Explain contract costing ,its features and process? (Marks 10)