

FINAL EXAMINATION

December 2015

P19(CMAD)  
Syllabus 2012

Cost and Management Audit

Time Allowed: 3 Hours

Full Marks: 100

*The figures in the margin on the right side indicate full marks.*

*This paper contains three questions, representing three separate sections.*

*All three questions are compulsory, subject to the specific instructions provided against each question.*

*All workings wherever necessary, must form part of your answer.*

*Assumptions, if any, should be clearly stated.*

*Please: (1) Answer all bits of a question at one place.*

*(2) Open a new page for answer to a new question.*

SECTION A (60 Marks)

1. Answer any five questions. (carrying 12 marks each):

(a) (i) The following details are extracted from the Cost Accounting Records of DIVYAN LTD.

(Amount in ₹)

Purchase price of Materials (inclusive of Trade Discount ₹ 4,000)	5,00,000
Import duty paid	45,000
fee on Board	10,000
Insurance paid for import by sea	15,000
Rebates allowed	5,000
Freight Inward	20,000
Cash discount	4,000
CENVAT refundable	7,000
Subsidy received from the Government for importation of Materials	18,000
Abnormal loss of Material	14,000

**Required:**

Compute the Landed Cost of Materials (Value of Receipt of Materials)

5

(ii) SUNFLAG SUGAR MILLS LTD. located at Maharashtra has a boiler used for its own by-product, Baggasse as fuel for generating steam. The high pressure steam generated is first used for generation of power and the exhaust steam is used in the process of sugar manufacture.

**Please Turn Over**

