

**SAMPLE QUESTIONS FOR;
CLASS: TYBCOM, SEM: 5, SUBJECT: COST ACCOUTING**

Multiple Choice Questions:

1. Cost of sales (Total Cost) = Rs. 60 lakhs, Profit on sales is 25%, Profit = Rs.?
 - a. 18 lakhs Rs.
 - b. 15 lakhs Rs.
 - c. 16 lakhs Rs.
 - d. 12 lakhs Rs.

2. Closing stock of Finished goods = Rs. 90,000,
Opening stock of finished goods = Rs. 30,000,
Cost of production = Rs. 30 lakhs,
COGS = Rs.?
 - a. 29.40 lakhs Rs.
 - b. 29.10 lakhs Rs.
 - c. 29.30 lakhs Rs.
 - d. 29.50 lakhs Rs.

3. Direct materials is an example of
 - a. Variable cost
 - b. Fixed cost
 - c. Semi variable cost
 - d. Sunk cost

4. Loss on sale of furniture is
 - a. Added to Selling & Distribution expenses
 - b. Added to Office & Administration expenses
 - c. Added to Factory overheads
 - d. To be ignored

5. Power & Fuel expenses are to allocated on the basis of
 - a. Value of machineries
 - b. Horse power of machineries
 - c. Area occupied
 - d. Direct materials

6. In Taylor's differential wage rate plan, for production above standard level Piece Wage Rate will be
 - a. 80 % of piece wage rate
 - b. 110 % of piece wage rate
 - c. 140 % of piece wage rate
 - d. 120 % of piece wage rate

7. Indirect wages = Rs. 60,000, Direct wages as: dept: A = Rs. 40 lakhs, dept: B = Rs. 50 lakhs, dept: C = Rs. 10 lakhs, dept: Service1 = Rs. 20 lakhs, then Indirect wages allocated to dept. A is
- 20,000 Rs.
 - 25,000 Rs.
 - 35,000 Rs.
 - 18,000 Rs.
8. Annual raw material requirement = 24000 units @ Rs.50 per unit, order cost = Rs. 600, carrying cost = 40%, then EOQ = units?
- 600 units
 - 1200 units
 - 2400 units
 - 3600 units
9. Rent = Rs. 80,000, Area occupied as: dept: A = 600 sq. feet, dept: B = 500 sq. feet, dept: C = 300 sq. feet, dept: Service1 = 200 sq. feet, then Rent allocated to dept. C is
- 15,000 Rs.
 - 18,000 Rs.
 - 25,000 Rs.
 - 10,000 Rs.
10. Per week : Consumption 120 units to 180 units, Re-order period 3 to 5 weeks, Re-order quantity 640 units, then Re-order level = units?
- 900 units
 - 1200 units
 - 1500 units
 - 600 units