

SAMPLE MCQ

Q1. material requisition note

- A. a authorises and records the issue of materials for use
- B. b records the return of unused material
- C. c records the transfer of materials from 1 store to another
- D. d or classified record off materials, issues, returns and transfers

Q2. Process cost is based on the concept of_____.

- A. Average cost.
- B. Marginal cost.
- C. Standard cost.
- D. Differential cost.

Q3. Notional cost is known as-----

- A. imputed cost
- B. variable cost
- C. opportunity cost
- D. out of pocket cost

Q4. Indirect cost is known as -----

- A. Expenses
- B. Incomes
- C. Overheads
- D. Assets

Q5. ----- facilitates internal control.

- A. reconciliation
- B. cost sheet
- C. profit and loss account
- D. balance sheet

Q6. Which is the example of fixed cost

- A. Material Consumed
- B. Depreciation
- C. Factory Power
- D. Packing material

Q7. The Marginal Cost Statement

- A. shows the gross profit
- B. is sent to the shareholders
- C. shows classification of costs as direct and indirect
- D. can be used to predict future profits at different levels of activity

Q8. A _____ is an agreement between the contractor and contractee.

- A. Contract
- B. Process
- C. Job
- D. Product

Q9. Target costs are _____ driven standards.

- A. Sales
- B. Market
- C. Production
- D. Competition

Q10. ABC is a _____.

- A. Method of costing.
- B. Method of allocation
- C. Technique of costing.
- D. Cost sheet format.