

- 6 Which one out of the following is not an inventory valuation method?
 A FIFO B Weighted Average
 C LIFO D EOQ
- 7 _____ is the rate of change in the working staff of a concern during a definite period.
 A Stock Turnover B Debtors Turnover
 C Labour Turnover D Creditors Turnover
- 8 Budget can be classified as _____
 A Audit of historical expenses B Estimate of present costs
 C Comparison of estimated expenses and actual expenses D Estimate of future costs
- 9 Sales budget shows the sales details as _____
 A Month-wise B Area wise
 C Product wise D All of these
- 10 For which of the following would zero-based budgeting be most suitable?
 A Government department activities B Mining company operations
 C Transport company operations D Building construction

Part – B (Do as Directed)

(10)

State whether the following statements are true or false

- 1 Cost accounting helps in price fixation.
- 2 Management accounting assists the management in planning, direction, and control.
- 3 Marginal costing is also known as variable costing.
- 4 EOQ shows the stock position at the bin.
- 5 Retrenchment due to seasonal trade is the avoidable of labour turnover.
- 6 An example of a production overhead would be material and labour.
- 7 Budget is prepared for a indefinite period.
- 8 The classification of fixed and variable cost is useful for the preparation of cash budget.
- 9 Allocation of cost means a process in which the entire amount of overhead is charged to a specific cost centre.
- 10 Production budget is dependent on sales budget.
