



# ST. LAWRENCE HIGH SCHOOL

27, BALLYGUNGE CIRCULAR ROAD

**Class : 11****Subject : COST and TAX****Term : 2nd Term****Max Marks : 80****Q 1 :** Main objective of cost accounting is**Marks : 1**

- 1 . Ascertainment of cost
- 2 . Cost control
- 3 . Both ascertainment & cost control**
- 4 . None of these

 ( This Answer is Correct )**Q 2 :** Which of the following item of cost is not considered as the elements of prime cost?**Marks : 1**

- 1 . Direct material
- 2 . Indirect material**
- 3 . Direct wages
- 4 . Carriage on purchase

 ( This Answer is Correct )**Q 3 :** The factor which is not considered for determining re-order level**Marks : 1**

- 1 . Maximum usage
- 2 . Maximum re-order period
- 3 . Re-order quantity**
- 4 . All of these

 ( This Answer is Correct )**Q 4 :** To be resident, an individual has to stay in India as per section 6(1) for-**Marks : 1**

- 1 . 60 days
- 2 . 90 days
- 3 . 182 days**
- 4 . 365 days

 ( This Answer is Correct )**Q 5 :** Indirect costs are known as**Marks : 1**

- 1 . Common cost**
- 2 . Traceable costs
- 3 . Implicit costs
- 4 . Sunk Costs

 ( This Answer is Correct )

**Q 6 :** The documents where the value of movements of materials are not recorded is known as **Marks : 1**

1. Store Ledger
2. Store Requisitions
- 3. Bin card**  ( This Answer is Correct )
4. None of these

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**Q 7 :** The income which do not form part of total income is known as **Marks : 1**

1. Taxable Income
2. Casual Income
- 3. Exempted Income**  ( This Answer is Correct )
4. legal Income

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**Q 8 :** What do you mean by classification of costs? **Marks : 1**

1. Grouping cost and revenue
2. Grouping revenue
3. To find the characteristic of cost
- 4. Grouping costa according to their common characteristics**  ( This Answer is Correct )

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**Q 9 :** In which of the following posting is done before the transaction takes place? **Marks : 1**

1. Bill of material
- 2. Bin card**  ( This Answer is Correct )
3. Purchase requisition
4. General ledger

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**Q 10 :** The income resulting after getting deduction under chapter VIA from the gross total income is known as what? **Marks : 1**

- 1. Total Income**  ( This Answer is Correct )
2. Net Income
3. National Income
4. Earned Income

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**Q 11 :** If an income accrued outside India and also received outside India, it is taxable in the hands of whom? **Marks : 1**

- 1. Resident & ordinarily resident**  ( This Answer is Correct )
2. Non-resident
3. Resident but not ordinarily resident
4. All of these

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- Q 12 :** When materials are delivered a supplier's carrier will usually provide a document called ....to confirm the details of delivery **Marks : 1**
- 1 . Material Transfer Note
  - 2 . Material Inspection Note
  - 3 . Delivery Note**  ( This Answer is Correct )
  - 4 . Purchase Requisition
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- Q 13 :** Prevoius Year is also known as\_\_\_\_\_ **Marks : 1**
- 1 . Assessment Year
  - 2 . Accounting Year
  - 3 . Base Year
  - 4 . Financial Year**  ( This Answer is Correct )
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- Q 14 :** Which of the following report is not generated by cost accounting? **Marks : 1**
- 1 . Consumption of material statements
  - 2 . Labour utilization statements
  - 3 . Earning per share**  ( This Answer is Correct )
  - 4 . Cost Sheet
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- Q 15 :** Prime objectives of material control **Marks : 1**
- 1 . Freedom from storage of working capital
  - 2 . Effective utilisation of scare resources
  - 3 . Benefit of Efficient Material Management**  ( This Answer is Correct )
  - 4 . All of these
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- Q 16 :** Indian tax structure is\_\_\_\_\_ in nature **Marks : 1**
- 1 . Normative**  ( This Answer is Correct )
  - 2 . Closed
  - 3 . Open
  - 4 . None of these
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- Q 17 :** Citizenship of an individual determined through \_\_\_\_ law **Marks : 1**
- 1 . General Law**  ( This Answer is Correct )
  - 2 . Tax Law
  - 3 . Customs Law

## 4 . GST

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**Q 18 :** Organisation of stores may be of

**Marks :** 1

- 1 . One type
- 2 . Two types
- 3 . Three types**
- 4 . None of these

( This Answer is Correct )

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**Q 19 :** The evasion is a \_\_\_\_\_ means to reduce tax liability

**Marks :** 1

- 1 . Fair
- 2 . Unfair**
- 3 . Proper
- 4 . None of these

( This Answer is Correct )

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**Q 20 :** Gift received from relative or parents is \_\_\_\_\_

**Marks :** 1

- 1 . Taxable
- 2 . Exempted**
- 3 . Tax Free
- 4 . All of these

( This Answer is Correct )

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**Q 21 :** Which of the following is the cost unit for cable?

**Marks :** 1

- 1 . Number
- 2 . Litre
- 3 . Ton
- 4 . Metre**

( This Answer is Correct )

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**Q 22 :** Cost of goods sold + \_\_\_\_\_ = Cost of Sales

**Marks :** 1

- 1 . Factory Overhead
- 2 . Office Overhead
- 3 . Selling & Distribution Overhead**
- 4 . None of these

( This Answer is Correct )

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**Q 23 :** Factor which is considered for determining EOQ

**Marks :** 1

- 1 . Ordering quantity
- 2 . Minimum Re-order period

3 . Danger Level

4 . Carrying Cost

( This Answer is Correct )

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**Q 24 :** Under which section long-term capital gain arising from transfer of equity shares is exempted?

**Marks :** 1

1 . 10(35)

2 . 10(15)

3 . 10(38)

4 . 10(20)

( This Answer is Correct )

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**Q 25 :** If cost of 1000 units is Rs. 1,400, 2000 units is Rs. 1,800 and 3000 unit is Rs. 2,200, what is the type of cost?

**Marks :** 1

1 . Fixed Costs

2 . Variable Cost

3 . Semi variable cost

4 . Sunk Costs

( This Answer is Correct )

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**Q 26 :** Which system of storing has more transportation cost?

**Marks :** 1

1 . Centralised Stores

2 . Decentralised stores

3 . Either centralised or decentralised stores

4 . None of these

( This Answer is Correct )

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**Q 27 :** Legal status of West Bengal Council of Higher Secondary Education is

**Marks :** 1

1 . A local authority

2 . An individual

3 . Association of person

4 . Artificial Juridicial Person

( This Answer is Correct )

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**Q 28 :** Which one of the following is limitation of cost accounting?

**Marks :** 1

1 . Based on past data

2 . Expensive

3 . Complex Procedure

4 . All of these

( This Answer is Correct )

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**Q 29 :** Which one of the following is purpose of cost centre?

**Marks :** 1

1 . Recovery of Cost

- 2 . Cost control
- 3 . Identification of areas of weakness
- 4 . All of these

( This Answer is Correct )

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**Q 30 :** A cost sheet is a statement prepare in a

**Marks :** 1

- 1 . Systemetic manner
- 2 . Logical manner
- 3 . Analytical manner
- 4 . All of these

( This Answer is Correct )

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**Q 31 :** Where entries are recorded immediatly on receipt or issue of material?

**Marks :** 1

- 1 . Bin Card
- 2 . Stores Ledger
- 3 . Both Bin Card & Stores Ledger
- 4 . None of these

( This Answer is Correct )

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**Q 32 :** Conversion cost includes cost of converting ... into ...

**Marks :** 1

- 1 . Raw material, WIP
- 2 . Raw material, finished goods
- 3 . WIP, finished good
- 4 . Finished good, saleable good

( This Answer is Correct )

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**Q 33 :** Stock of material of a firm is one kind of

**Marks :** 1

- 1 . Liability
- 2 . Expenses
- 3 . Income
- 4 . Asset

( This Answer is Correct )

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**Q 34 :** Which Income Tax Act is at present inforce in India?

**Marks :** 1

- 1 . Income Tax Act, 1921
- 2 . Income Tax Act, 1962
- 3 . Income Tax Act, 1961
- 4 . Income Tax Act,2012

( This Answer is Correct )

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**Q 35 :** Sources of Income means

**Marks :** 1

1 . Heads of income

( This Answer is Correct )

2 . Origin of income

3 . Salary

4 . None of these

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**Q 36 :** Another name of economic order quantity

**Marks :** 1

1 . Re-order level

2 . Re-order quantity

( This Answer is Correct )

3 . Optimum order quantity

4 . Optimum order level

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**Q 37 :** Taltala Municipality is assessed as

**Marks :** 1

1 . An association of person

2 . A local authority

( This Answer is Correct )

3 . A body of individuals

4 . None of these

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**Q 38 :** Under which section of Income Tax Act, the residential status of an assessee is determined?

**Marks :** 1

1 . 10(10)

2 . 5

3 . 8

4 . 6

( This Answer is Correct )

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**Q 39 :** Cost Accounting is-

**Marks :** 1

1 . An art

2 . A science

3 . Both art or science

( This Answer is Correct )

4 . None of these

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**Q 40 :** In how many broad categories, the tax structure in India is classified?

**Marks :** 1

1 . 2

( This Answer is Correct )

2 . 3

3 . 4

4 . 6

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**Q 41 :** Which one of the following is the cost unit of Automobile?

**Marks :** 1

- 1 . Number
- 2 . Litre
- 3 . Ton
- 4 . Metre

( This Answer is Correct )

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**Q 42 :** Which of the following is required in order to calculate EOQ?

**Marks :** 1

- 1 . Cost of equity
- 2 . Stock out cost
- 3 . Opportunity cost
- 4 . All of these

( This Answer is Correct )

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**Q 43 :** The tax which is paid directly by the taxpayer is known as

**Marks :** 1

- 1 . Indirect Tax
- 2 . Wealth Tax
- 3 . Direct Tax
- 4 . GST

( This Answer is Correct )

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**Q 44 :** \_\_\_\_ are constant per unit but change in totality

**Marks :** 1

- 1 . Fixed Costs
- 2 . Semi-variable costs
- 3 . Uncontrollable cost
- 4 . Variable Costs

( This Answer is Correct )

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**Q 45 :** Sales minus profit means

**Marks :** 1

- 1 . Costs of sales
- 2 . Prime Cost
- 3 . Cost of Goods Sold
- 4 . Works Costs

( This Answer is Correct )

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**Q 46 :** Sum total of five heads of income is termed as

**Marks :** 1

- 1 . Total Income
- 2 . Gross Total Income
- 3 . Net Income
- 4 . None of these

( This Answer is Correct )



**Q 47 :** Daily Allowances of M.P. is a \_\_\_\_\_ income

**Marks :** 1

- 1 . Taxable Income
- 2 . Tax-free
- 3 . Allowable
- 4 . None of these

( This Answer is Correct )

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**Q 48 :** Gum used for pasting leather is a

**Marks :** 1

- 1 . Chargeable Expense
- 2 . Indirect material
- 3 . Direct Material
- 4 . Direct Labour

( This Answer is Correct )

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**Q 49 :** Assessment year is also known as

**Marks :** 1

- 1 . Previous Year
- 2 . Financial Year
- 3 . Tax Year
- 4 . None of these

( This Answer is Correct )

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**Q 50 :** Which of the following production cost is included in prime cost & conversion cost?

**Marks :** 1

- 1 . Direct Labour
- 2 . Manufacturing Overhead
- 3 . Direct Material
- 4 . Work-in-progress

( This Answer is Correct )

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**Q 51 :** Income from salaries Rs.1,00,000; income from house property Rs. 80,000 and deduction U/S 80C is Rs. 20,000. Total income is?

**Marks :** 1

- 1 . Rs.1,60,000
- 2 . Rs. 2,00,000
- 3 . Rs. 1,80,000
- 4 . Rs. 1,00,000

( This Answer is Correct )

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**Q 52 :** Cash discount allowed

**Marks :** 1

- 1 . Consider in cost sheet
- 2 . Not consider in cost sheet
- 3 . May or may not be considered in cost sheet
- 4 . None of these

( This Answer is Correct )

**Q 53 :** Which one of the following is correct for Income Tax? **Marks : 1**

- 1 . Income Tax is one tax  ( This Answer is Correct )
- 2 . Income Tax is collection of tax
- 3 . Income Tax is multiple tax
- 4 . All of these

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**Q 54 :** Dividend received from a foreign company is **Marks : 1**

- 1 . Taxable  ( This Answer is Correct )
- 2 . Exempted
- 3 . Tax Free
- 4 . All of these

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**Q 55 :** Factory Cost, Administration Cost, Selling Cost are the example of **Marks : 1**

- 1 . Behaviour-Based classification
- 2 . Function-Based classification  ( This Answer is Correct )
- 3 . Control-Based classification
- 4 . None of these

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**Q 56 :** The fullform of GRN is **Marks : 1**

- 1 . Goods Recovery Note
- 2 . Goods Requisition Note
- 3 . Goods Received Note  ( This Answer is Correct )
- 4 . Goods Return Note

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**Q 57 :** If maximum stock level is 300 kg and minimum stock level is 200 kg, calculate average stock level **Marks : 1**

- 1 . 350 kg
- 2 . 250 kg  ( This Answer is Correct )
- 3 . 100 kg
- 4 . 200 kg

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**Q 58 :** Under which section dividend from an Indian Company is exempted? **Marks : 1**

- 1 . 10(35)
- 2 . 10(38)
- 3 . 10(34)  ( This Answer is Correct )
- 4 . 10(10D)

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**Q 59 :** The technique that are used to ascertain cost per unit is known as- **Marks : 1**

1 . Cost Accounting  ( This Answer is Correct )

2 . Management Accounting

3 . Financial Accounting

4 . Environmental Accounting

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**Q 60 :** Which of the following cost items not included in the cost sheet? **Marks : 1**

1 . Dividend paid  ( This Answer is Correct )

2 . Advertisement

3 . Indirect wages

4 . Material

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**Q 61 :** Normal rate of tax is usually fixed up by **Marks : 1**

1 . Income Tax Act

2 . Finance Act  ( This Answer is Correct )

3 . Consumer Protection Act

4 . GST Act

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**Q 62 :** All of the following compose cost of goods sold except **Marks : 1**

1 . Raw materials

2 . Labour

3 . Capital  ( This Answer is Correct )

4 . Factory overhead

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**Q 63 :** The factor which is not considered for determining maximum stock level **Marks : 1**

1 . Re-order quantity

2 . Maximum usage  ( This Answer is Correct )

3 . Re-order level

4 . Minimum re-order period

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**Q 64 :** What does the nature of income received by a member of HUF from the impartible asset of the family? **Marks : 1**

1 . Taxable

2 . Tax-free

3 . Exempt  ( This Answer is Correct )

4 . None of these

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**Q 65 :** What is selling cost?

**Marks :** 1

- 1 . The indirect expenses incurred in promoting sales
- 2 . The direct expenses incurred in promoting sales
- 3 . The direct expenses relating to distribution of goods
- 4 . None of these

( This Answer is Correct )

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**Q 66 :** Cost of production of 25,000 units is Rs. 2,00,000 & 18,000 units are sold. What is the value of closing stock?

**Marks :** 1

- 1 . Rs. 52,000
- 2 . Rs. 66,000
- 3 . Rs. 56,000
- 4 . Rs. 84,000

( This Answer is Correct )

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**Q 67 :** HUF is a \_\_\_\_\_ assessable unit

**Marks :** 1

- 1 . Same
- 2 . Uniform
- 3 . Separate
- 4 . None of these

( This Answer is Correct )

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**Q 68 :** The word accrued means\_\_\_\_\_ to receive

**Marks :** 1

- 1 . Law
- 2 . Claim
- 3 . Right
- 4 . None of these

( This Answer is Correct )

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**Q 69 :** The system of inventory where all the movements of materials/stores are recorded on continuous basis is termed as\_\_\_\_\_

**Marks :** 1

- 1 . Material Control System
- 2 . Inventory Storing System
- 3 . Perpetual Inventory System
- 4 . None of these

( This Answer is Correct )

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**Q 70 :** The overhead expenditure incurred for the invention of a new product is termed as:

**Marks :** 1

- 1 . Marketing Overhead
- 2 . Research Overhead
- 3 . Development Overhead

( This Answer is Correct )

4 . None of these

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**Q 71 :** The model and formula of EOQ was developed by \_\_\_ in 1913

**Marks :** 1

- 1 . F.W. Taylor
- 2 . Wilson Harris**
- 3 . F. Walter Harris
- 4 . F.W. Marshall

( This Answer is Correct )

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**Q 72 :** Amount received under \_\_\_\_\_ insurance policy is taxable

**Marks :** 1

- 1 . General
- 2 . Fire
- 3 . Goods
- 4 . Keyman**

( This Answer is Correct )

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**Q 73 :** Interest on capital is a \_\_\_\_\_ expenditure

**Marks :** 1

- 1 . Notional**
- 2 . Abnormal
- 3 . Normal
- 4 . All of these

( This Answer is Correct )

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**Q 74 :** In centralised storing system, materials are kept in

**Marks :** 1

- 1 . Main stores only
- 2 . Main stores as well as sub stores**
- 3 . Sub stores only
- 4 . None of these

( This Answer is Correct )

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**Q 75 :** What will be the pattern of inequality of income under the progressive nature of Income Tax Act?

**Marks :** 1

- 1 . Increase
- 2 . Reduce**
- 3 . Remain constant
- 4 . None of these

( This Answer is Correct )

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**Q 76 :** Profit from a business in India received in U.K. What is the taxability for resident of India?

**Marks :** 1

- 1 . Taxable**
- 2 . Not taxable

( This Answer is Correct )

- 3 . Tax free
- 4 . None of these

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**Q 77 :** Actual stock of material may differ from balances as shown in Bin Card or Stores Ledger due to **Marks : 1**

- 1 . Pilferage
- 2 . Breakage
- 3 . Error of posting
- 4 . All of these**

( This Answer is Correct )

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**Q 78 :** Rent from a property in Canada received there but subsequently remitted to India. What is the taxability in case of Resident but not ordinarily resident? **Marks : 1**

- 1 . Taxable
- 2 . Not taxable**
- 3 . Partly taxable
- 4 . None of these

( This Answer is Correct )

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**Q 79 :** Which one of the following is the advantage of Cost Accounting towards management? **Marks : 1**

- 1 . Increase employees productivity
- 2 . Helps for assessment of excise duty
- 3 . Helps to the prospective investors
- 4 . Helps in cost control**

( This Answer is Correct )

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**Q 80 :** If annual demand is 80,000 units, ordering cost per order is Rs. 100 and inventory carrying cost is Rs. 4, EOQ is? **Marks : 1**

- 1 . 2000 units**
- 2 . 20,000 units
- 3 . 2,00,000 units
- 4 . None of these

( This Answer is Correct )