



ST. LAWRENCE HIGH SCHOOL



A Jesuit Christian Minority Institution

Worksheet 2

Class: XII

Sub: Costing & Taxation

Chapter: Unit I: Cost of Materials II

F.M.: 15

Topic: Methods of Pricing Materials Issues from Stores

Date: 4/05/2020

Choose the correct alternatives:

1 x 15 =15

1. Pricing of materials mean -----
(a) achieving certain objectives; (b) ascertainment of financial performance; (c) determination of the financial position; (d) all of these.
2. Pricing of materials has -----
(a) no limitations; (b) limitations; (c) only benefits; (d) none of these.
3. Materials price changes-----
(a) occasionally; (b) periodically; (c) continuously; (d) none of these.
4. Actual amount of profit cannot be ascertained due to-----
(a) continuous change in price; (b) various methods of pricing; (c) both (a) and (b); (d) none of these.
5. Raw materials can be issued at
(a) at fixed rate; (b) at multiple rates; (c) at lower rate; (d) at higher rate.
6. Raw materials are purchased at
(a) fixed rate; (b) increasing rate; (c) decreasing rate; (d) different rate.
7. Raw materials are purchased from
(a) same place; (b) distant place; (c) different places; (d) none of these.
8. Accountability means
(a) preparation of accounts; (b) presentation of accounts; (c) responsibility; (d) none of these.
9. The AS 2 stands for -----
(a) valuation of inventories; (b) depreciation; (c) cash flow statement; (d) intangible assets.
10. Purchase Order is prepared by
(a) Store Department; (b) Accounts Department; (c) Purchase Department; (d) Production Department.
11. Purchase Order is prepared for
(a) placing the order; (b) for sending requirements to store; (c) for pricing; (d) none of these.
12. Goods are bought by
(a) store department; (b) production department; (c) sales department; (d) none of these.
13. Which department supplies materials to production department?
(a) purchase department; (b) store department; (c) cash department; (d) accounts department.
14. Purchased Order is issued by
(a) Store Department; (b) Accounts Department; (c) Purchase Department; (d) Production Department.
15. Who is the signatory of the Purchase Order?
(a) Purchase Manager; (b) Store Manager; (c) Production Manager; (d) none of these.

Compiled by
Partha Datta, Asst. Teacher.