# ST. LAWRENCE HIGH SCHOOL
*A Jesuit Christian Minority Institution*

**Answer Key 3**

**Sub: Costing & Taxation**                    **Class: XI**
**Chapter: Unit I: Introduction**                                      **F.M.: 15**
**Topic: Objectives and Difference of Cost Centre & Cost Unit   Date: 17/06/2020**

1. Cost accounting aims at systematic recording of
(a) assets; **(b) expenses;** (c) liabilities; (d) none of these.

2. Analysis of expenses is the objective of
(a) costing; (b) cost; **(c) cost accounting**; (d) none of these.

3. Cost control refers to
(a) reducing wastage; (b) reducing inefficiency; (c) increasing efficiency; **(d) all of these.**

4. Cost accounting has objective to fix prices of
(a) materials; (b) wages; **(c) product or service**; (d) none of these.

5. Costing technique can
**(a) improve standard or quality**; (b) reduce standard or quality; (c) not make an effect on standard or quality;
(d) none of these.

6. Estimation is an objective of
**(a) cost accounting**; (b) financial accounting;  (c) social accounting; (d) management accounting.

7. Cost centre is
**(a) organisational sub-unit;** (b) output sub-unit; (c) product sub-unit; (d) none of these.

8. Marketing department is the
(a) cost unit; **(b) cost centre**; (c) cost; (d) none of these.

9. Cost centre is used
**(a) before cost unit**; (b) after cost unit; (c) at the same time of cost unit; (d) none of these.

10. Cost unit is helpful for
(a) ascertaining cost; (b) determining cost; (c) fixing up selling price; **(d) all of these.**

11. Kilogram is the
**(a) cost unit**; (b) cost centre; (c) cost; (d) none of these.

12. Cost centre and cost unit are
(a) same; **(b) different**; (c) equal; (d) none of these.

13. A cost centre can be sub-divided into different other
**(a) cost centers**; (b) cost units; (c) cost; (d) none of these.

14. Cost accounting has
**(a) objectives**; (b) no objective; (c) very restricted objectives; (d) none of these.

15. Cost unit breaks up the cost into
(a) bigger units; (b) medium units; **(c) smaller units**; (d) none of these.

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