



# ST. LAWRENCE HIGH SCHOOL

*A Jesuit Christian Minority Institution*



## Answer Key 2

Class: XI

Sub: Costing & Taxation

Chapter: Unit I: Introduction

Topic: Terminology Used in Costing

F.M.: 15

Date: 16/06/2020

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1. Cost is the sum total of  
(a) two elements; **(b) three elements**; (c) four elements; (d) none of these.
  2. Overheads means  
**(a) expenses**; (b) incomes; (c) assets; (d) liabilities.
  3. Cost of material is the  
(a) component of cost; (b) element of cost; (c) part of cost; **(d) all of these**.
  4. ICMA stands for  
(a) Institute of Cash & Money Arrangement; **(b) Institute of Cost & Management Accounting**; (c) Indian Council of Management Accounting; (d) none of these.
  5. Costing means  
**(a) ascertaining cost**; (b) creating cost; (c) reducing cost; (d) none of these.
  6. Accounting begins with  
**(a) recording**; (b) classifying; (c) condensing; (d) none of these.
  7. Cost centre is the \_\_\_\_\_ for determining cost.  
**(a) smallest segment**; (b) biggest segment; (c) middle segment; (d) none of these.
  8. Tonne is the  
(a) cost centre; **(b) cost unit**; (c) costing; (d) none of these.
  9. Cost accounting is the sub-division of  
**(a) financial accounting**; (b) management accounting; (c) social accounting; (d) none of these.
  10. In general sense, cost accounting is the  
(a) accounting for costing; **(b) accounting for cost**; (c) accounting for cost unit; (d) none of these.
  11. Cost unit of cloth is  
(a) litre; **(b) meter**; (c) kg.; (d) tonne.
  12. Purchase department is a  
**(a) cost centre**; (b) cost unit; (c) cost sub-unit; (d) none of these.
  13. The function of cost accounting ends at the  
(a) beginning of production; (b) at the end of production; **(c) at the disposal of goods and services**; (d) none of these.
  14. Cost unit is the unit of  
(a) weight; (b) distance; **(c) measurement**; (d) none of these.
  15. Costing is the  
(a) technique; (b) process; **(c) both technique and process**; (d) none of these.

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