Assignment 2

The due date for submitting this assignment is 20-06-21, 23:59 h. As per our records, you have not submitted this assignment.

Due on: 20-06-21, 23:59 h.

Week 1

1. Cost sheet serve the purpose of:
   - Working out the standard cost of the product before any product is actually manufactured.
   - Working out the actual cost of the product before any product is actually manufactured.
   - Working out the historical cost of the product before any product is actually manufactured.
   - Working out the total cost of a product.
   - Assign point: 1 point
   - Accepted Answers:
     - Working out the standard cost of the product before any product is actually manufactured.

2. (a) Cost sheet is divided into:
   - Prime cost, cost of production, Factory overhead & Cost of sales.
   - Prime cost, cost of production, cost of sales & Factory Cost.
   - Prime cost, Factory Cost, cost of production & Cost of sales.
   - Prime cost, cost of production, Cost of sales & Stock.
   - Assign point: 1 point
   - Accepted Answers:
     - Prime cost, Factory Cost, cost of production & Cost of sales.

3. (b) Cost sheet is the original cost document which is never shared any company with any outsider.
   - True
   - False
   - Assign point: 1 point
   - Accepted Answers:
     - True

Week 2

10. (a) Gross profit is:
    - Gross receipt of the shop - Gross purchase of the shop.
    - Gross receipt of the shop - Net purchase of the shop.
    - Gross receipt of the shop - Net sales of the shop.
    - Gross receipt of the shop - Net purchases of the shop.
    - Assign point: 1 point
    - Accepted Answers:
      - Gross receipt of the shop - Net sales of the shop.

11. (b) Factory overheads:
    - Direct material, direct labour, factory overheads.
    - Direct material, Direct labour, Direct expenses.
    - Direct material, Direct labour, direct overheads and Factory expenses.
    - Direct material, Direct labour, direct overheads and Factory expenses and Direct expenses.
    - Assign point: 1 point
    - Accepted Answers:
      - Direct material, Direct labour, direct overheads and Factory expenses.

12. (c) Factory overheads include:
    - Direct material, direct labour, direct expenses.
    - Direct material, direct labour, factory overheads.
    - Direct material, Direct labour, Direct expenses and Factory expenses.
    - Direct material, Direct labour, factory overheads and Factory expenses.
    - Assign point: 1 point
    - Accepted Answers:
      - Direct material, Direct labour, direct overheads and Factory expenses.

15. (a) Net profit is:
    - Gross profit - Sales tax.
    - Gross profit - Depreciation.
    - Gross profit - Deductions.
    - Gross profit - Deductions, Depreciation and Sales tax.
    - Assign point: 1 point
    - Accepted Answers:
      - Gross profit - Deductions, Depreciation and Sales tax.

15. (b) The major difference between works cost and factory cost is:
    - Works cost is normally higher than factory cost.
    - Works cost is normally lower than factory cost.
    - There is no difference between both.
    - Both are the same.
    - Assign point: 1 point
    - Accepted Answers:
      - Works cost is normally lower than factory cost.

16. (a) The cost of raw material purchased during the month is Rs. 8,000, direct labour is Rs. 4,500 and direct overheads are Rs. 3,500. The additional cost of the raw material purchased is Rs. 1,000 and the first advance on January 55, Rs 1,000 and on 5th January, Rs 3,000. What is the cost of raw material consumed for the production for the month of January?
    - Rs. 12,000
    - Rs. 15,000
    - Rs. 8,000
    - Rs. 5,000
    - Assign point: 1 point
    - Accepted Answers:
      - Rs. 15,000

16. (b) (ii) Working out the actual cost of any component of the total cost:
    - Assign point: 1 point
    - Accepted Answers:
      - Working out the actual cost of any component of the total cost.