

Class: B.Com.-Part-III, Sem.-VI

Subject: ADVANCED ACCOUNTANCY- PAPER –III

1. The total of all the direct costs is known as-----
 - a) Cost of production
 - b) Cost of sale
 - c) **Prime cost**
 - d) Works cost
2. If total cost of a product is Rs. 10,000 and Profit is 25% on Selling Price, then amount of Profit is-----
 - a) Rs. 2,500
 - b) Rs. 3,000
 - c) **Rs. 3,333**
 - d) Rs. 2,000
3. Fixed Cost = - Profit
 - a) **Contribution**
 - b) BEP Sales
 - c) Variable cost
 - d) Profit Volume Ratio
4. If the net working capital required for business is Rs.14,60,000 and 10% safety margin for contingencies has assumed, then total working capital required is -----
 - a) **Rs.16,06,000**
 - b) Rs.17,06,000
 - c) Rs.16,00,000
 - d) Rs.17,00,000
5. If Administrative expenses paid Rs. 4,80,000 are one month in arrears, then amount of lag in payment is-----
 - a) Rs.30,000
 - b) Rs.20,000
 - c) **Rs.40,000**
 - d) Rs.48,000
6. The Quantitative Relationship between two figures is called
 - a) **Ratio**
 - b) Percentage
 - c) Amount
 - d) Current amount
7. Decrease in working capital is considered as of funds
 - a) Source
 - b) **Application**
 - c) Fixed
 - d) Current
8. Sale of Long term investment indicates
 - a) **Sources of Funds**
 - b) Application of funds
 - c) Change in Current Assets
 - d) No effect on funds
9. assets are purchased for the use in business over a long period or used up in the normal conduct of the business not for resale.

a) **Fixed**

b) Variable

c) Current

d) Limited

10. If Current ratio is 2.5 working capital is Rs. 60,000, then amount of current liabilities will be---

a) Rs.60,000

b)Rs.40,000

c) Rs.75,000

d)Rs.40,000