Multiple Choice Questions

T.Y.B.Com
Cost and Works Accounting Paper III(3454)
Chapter-II
by
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Production budget is prepared after the ______ budget because the sales to be made are estimated in the sales budget.

A] Cash
B] Purchase
C] Sales
Production cost budget shows the details of the estimated costs which are required to be incurred as per the quantities shown in the production budget.

A] Production
B] Cash
C] Sales
A sales budget is defined as a statement of planned ______ expressed in terms of quantity and value.

A] purchases

B] sales

C] production
A ________ is responsible for preparation of sales budget.

A] Marketing Manager
B] Sales Manager
C] Production Manager
A cash budget is defined as an estimate of receipts and payments for each month or any other relevant period during forming part of the entire budget period.

A] Cash
B] Purchase
C] Sales
Cash budget indicates the ________ of cash at the end of every budgeted period.

A] Surplus or deficiency
B] surplus and deficiency
C] only surplus
One of the objectives of preparing _____ budget is to avoid excessive inventory of work-in-progress and finished goods.

A] Cash

B] Production

C] Sales
In the format of ______ budget, sales plus closing stock minus opening stock is equal to estimated production.

A] production
B] sales
C] cash
In Fixed budget costs are not classified according to ________.

A] period
B] behaviour
C] control
In cash budget if the payments are of Rs.2,50,000 /- and the receipts of Rs.3,25,000/- then it is a _______ of Rs.75,000/-.

A] deficit
B] surplus
C] both surplus and deficit
Reference:

Text book on Cost and Works Accounting Paper III
Authors: Dr.Suhas Mahajan, Dr.Mahesh Kulkarni
Nirali Prakashan
Thank you