1] The term __________ is the one which is identifiable as belonging exclusively to a particular process, product, and unit.
   A] Direct Cost
   B] Indirect Cost
   C] Standard Cost

2] Every ________ of cost is divided into direct cost and indirect cost.
   A] Factor
   B] Element
   C] Part

3] Direct ________ are those which can be identified in the product and can be measured.
   A] Expenses
   B] Labour
   C] Material

4] Direct ________ enter the product and form a part of finished product.
   A] Expenses
   B] Labour
   C] Materials
5] The cost of direct material is termed as _______.
   A] Direct labour cost
   B] Direct material cost
   C] Overheads

6] All workers who are directly engaged in manufacturing activity are known as _____ labour.
   A] Direct
   B] Indirect
   C] Contract

7] Wages paid to direct workers are known as ________.
   A] Direct labour cost
   B] Indirect labour cost
   C] Direct material cost

8] Wages paid to direct labour are also known as _______ wages.
   A] Productive
   B] Compensative
   C] Indirect

9] Wages paid to carpenter is the example of direct _____.
   A] Material
   B] Overheads
   C] Labour
10] Cost of leather used in shoe making is the example of direct ______.
A] Overheads
B] Labour
C] Material

11] The ________ include all types of expenses other than direct materials and direct labour which are incurred for a particular product or job.
A] Direct labour
B] Direct expenses
C] Direct material

12] Direct expenses are also known as ________ expenses.
A] Indirect
B] Productive
C] Chargeable

13] The expenses which can be identified with and allocated to cost centres and cost units are termed as__________.
A] Direct material
B] Direct labour
C] Direct expenses

14] Fees paid to Architect is the example of ________.
A] Direct labour
B] Direct expenses
C] Direct material
15] The total of direct material, direct labour and direct expenses is known as _______.
A] Works Cost
B] Prime Cost
C] Cost of Production

**ANSWERS:**

1] Direct Cost
2] Element
3] Material
4] Materials
5] Direct material cost
6] Direct
7] Direct labour cost
8] Productive
9] Labour
10] Material
11] Direct expenses
12] Chargeable
13] Direct expenses
14] Direct expenses
15] Prime Cost

Reference:

Text book on Cost & Works Accounting, Paper-I by Dr.Mahajan and Dr.Kulkarni, Nirali Prakashan, Pune.