1. Items which have not been completed at the end of the year in a manufacturing business are called:
a) Unfinished goods
b) Finished goods
c) Work in progress
d) Raw materials

2. What makes up PRIME COST
a) Direct materials and direct labour only
b) Direct materials and direct expenses only
c) Direct materials, direct labour and direct expenses
d) Direct materials and indirect overheads

3. The opening and closing stock of finished goods for a manufacturer will be found in the?
a) Trading a/c
b) Profit and loss a/c
c) Manufacturing a/c
d) Appropriation a/c

4. All of the following are Factory Overhead cost EXCEPT:
a) Depreciation of Plant and Machinery
b) Factory Power
c) Direct Factory wages
d) Indirect Factory Wages

5. Which of the following expenses does NOT appear in the Manufacturing a/c?
a) Factory wages
b) Office wages
c) Supervisor's wages
d) Depreciation of plant and equipment

6. What makes up Production Cost?
a) Prime cost only
b) Prime cost add factory overheads
c) Indirect manufacturing cost
d) Direct materials only