Q1A

i. Contract Price
ii. Abnormal Loss
iii. Finished Goods
iv. Debited
v. Contractee
vi. Prime cost
vii. Rs90,000
viii. Rs100,000
ix. Financial
x. Cost

Q1B

i. False
ii. True
iii. False
iv. True
v. True
vi. False
vii. False
viii. True
ix. False
x. False

Q4

Process I Account

Particulars	Units	Rate	Amt(Rs)	Particulars	Units	Rate	Amt(Rs)
To Material	7,500	60.00	450,000.00	By Normal Loss	375	12.50	4,687.50
To Direct Wages			135,750.00	By Abnormal Loss	75	96.79	7,259.61
To Direct Expenses			81,450.00				
To Mfg Overheads			27,150.00	By Process II Accou	7,050	96.79	682,402.89
			694,350.00				694,350.00

Cost Per Unit = (Total Cost - Sale value of Scrap) / (Inputs - Normal Loss)
Cost Per Unit = (694350-4687.50)/(7500-375)   =   96.79

Process II Account

Particulars	Units	Rate	Amt(Rs)	Particulars	Units	Rate	Amt(Rs)
To Process I A/c	7050	96.79	682402.89	By Normal Loss	705	37.50	26,437.50
To Direct Wages			129,250.00	By Finished Stock	6,525	140.05	913,824.34
To Direct Expenses			84,013.00				
To Mfg Overheads			19,387.00				
To Abnormal Loss	180	140.05	25,208.95				
			940,261.84				940,261.84

Cost Per Unit = (Total Cost - Sale value of Scrap) / (Inputs - Normal Loss)
Cost Per Unit = (915052.89-26437.50)/(7050-705)
                      =   140.05

Finished Stock Account

Particulars	Units	Rate	Amt(Rs)	Particulars	Units	Rate	Amt(Rs)
To Process II A/c	6525	140.05	913824.34	By Cost of Sales	6,000	140.05	840,298.24
				By Balnace c/d	525	140.05	73,526.10
			913,824.34				913,824.34