

# AAT L2 Practice Test Questions and Answers

## 1. A cost unit is:

- A) A department to which costs are charged
- B) A unit of product or service to which costs are attributed
- C) The total cost of running a business
- D) A budget for the next financial year

## 2. A semi-variable cost:

- A) Is always fixed
- B) Has both a fixed element and a variable element
- C) Only changes when output exceeds a certain level
- D) Is the same as a stepped cost

## 3. A winding-up order is:

- A) An order to increase production
- B) A court order to close down a company and distribute its assets to creditors
- C) An order to appoint new directors
- D) A demand for payment from a customer

## 4. Compensating errors are:

- A) Two or more errors that cancel each other out so the trial balance still balances
- B) Errors that are deliberately made to reduce tax
- C) Errors found during a bank reconciliation
- D) Errors in the memorandum accounts only

**Answers: 1-B 2-B 3-B 4-A**

For More AAT L2 Questions and Answers FREE, AAT L2 Online Prep Training, AAT L2 Exam, AAT L2 Study Guide, AAT L2 Flashcards, AAT L2 Quizzes visit:

## AAT L2 Practice Test