

## ASSESSMENT QUESTIONS

### Chapter 2: Traditional Costing

#### True or False

Identify whether the following statements are true or false and circle the correct answer.

- T F 1. The term “keystone” means a markup goal of 60 percent.
- T F 2. The main goal when creating a marker is to minimize fabric waste.
- T F 3. Finishing processes are the final factor that goes into the First Cost
- T F 4. To find your Markup Dollars, you must subtract your Cost Price from the Selling Price.
- T F 5. The same sample size will be used throughout the line to ensure consistency in both size and cost

#### Multiple Choice

Select the best response.

- 1. Direct labor costs include the following procedures
  - a. Pattern Making
  - b. Grading
  - c. Sewing
  - d. All of the above
  
- 2. A size scale is the ratio used during manufacturing to produce the following
  - a. Different quantities based on size
  - b. Different styles based on costing
  - c. Similar quantities based on colors
  - d. None of the above
  
- 3. The First Cost of a style is based on
  - a. Fabrics + Trim
  - b. Trims + Labor
  - c. All Materials + Labor

d. None of the above

4. The meaning of fabric yield is

- a. The total fabric scraps and wastage used to make one style
- b. The pricing to produce fabrics at the mill level needed to make one style
- c. The total fabric consumption amount required to make one style
- d. None of the above

5. The abbreviation for SAMs is the following

- a. Standard allowed moments, which is determined and multiplied by the sewers average wage
- b. Subsidized allowed minutes, which is determined and divided by the sewers total wage
- c. Subsidized allowed minutes, which is determined and multiplied by the sewers average wage
- d. Standard allowed minutes, which is determined and multiplied by the sewers average wage

## **Key for Chapter 2 Assessment Questions**

### **True-False**

**1. F**

**2. T**

**3. T**

**4. T**

**5. T**

### **Multiple Choice**

**1. d**

**2. a**

**3. c**

**4. c**

**5. d**