



Applaa ACCA Practice Mock 2

Mock Practice Exam Booklet

Applaa: Socratic Practice Engine

Submit and grade your answers online for instant worked solutions:

<https://applaa.com/practice/check?exam=acca&paper=2>

Instructions & Study Method

Welcome to your Applaa offline practice booklet. Please follow these guidelines to maximize your learning outcome:

- 1. Distraction-Free Practice:** Solve the multiple-choice questions in Section 1 under timed conditions. Do not look for shortcuts or answers until you are completely done.
- 2. Check & Submit Online:** We have intentionally excluded the answer key from this printout. To get your score, see worked solutions, and track your progress metrics, open: <https://applaa.com/practice/check?exam=acca&paper;=2> on any browser. Bubble in your answers in our digital check sheet.
- 3. Learn with Appy Buddy (AI Socratic Tutor):** Applaa is a 100% ad-free educational space. Our online AI Tutor guides you step-by-step through questions you get wrong, showing you how to solve them rather than just giving you the answer.

■ SUPERCHARGE YOUR STUDIES WITH APPLAA DESKTOP APP

Tired of printing PDFs and manual grading? Download the **Applaa Desktop Application**. It includes interactive exam mocks, real-time pacing stats, auto-grading, and personalized Socratic AI support. Get a **14-day free trial** of our premium preparation package to track your progress rate.

Download: <https://applaa.com/download>

Section 1: Practice Questions

Question 1 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Question 4 Product X is manufactured by Vict Co. Direct materials cost \$6.10 per unit and prime costs total \$9.60 per unit of product. Production overheads are absorbed at a rate of \$13.40 per machine hour. Two units of Product X are manufactured per machine hour. Using absorption costing, what is the total production cost per unit of Product X?

- A: 1 only
- B: 2 only
- C: Both 1 and 2
- D: Neither 1 nor 2 FINAL - March 2026 Management Information and Costing (F2)

Question 2 — [F2 Management Accounting / ACCA Syllabus Topic]

Total wage costs for production staff paid on a piecework basis Question 33 Which of the following would be the CORRECT entry for the issue of indirect material to production?

- A: Dr Materials control Cr Work-in-progress
- B: Dr Materials control Cr Production overhead
- C: Dr Work-in-progress Cr Materials control
- D: Dr Production overhead Cr Materials control FINAL - March 2026 Management Information and Costing (F2)

Question 3 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Question 10 It contains data including employee name and address, bank details, taxation number, position in company, pay grade and holiday entitlement. Which of the following is being described above?

- A: Controllable idle time
- B: Uncontrollable idle time
- C: Overtime premium due to a temporary backlog in production
- D: Overtime premium at the specific request of a customer FINAL - March 2026 Management Information and Costing (F2)

Question 4 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Question 14

- A: One of the hotels owned by a leisure company
- B: The accountancy department in a business
- C: The direct material cost of a product
- D: The total depreciation expense of a business FINAL - March 2026 Management Information and Costing (F2)

Question 5 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Question 19 When communicating written information, which of the following are considerations in determining the format to be used? (1) Comparative cost (2) Degree of confidentiality (3) Speed of delivery

A: 1 only

B: 3 only

C: 1 and 2 only

D: 1, 2 and 3 Question 20 Niret Co is a business which manufactures electronic components. Identify the appropriate cost classification for each of the costs described below. Indirect materials Indirect labour Indirect expenses

Question 6 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Question 22 The following indirect costs were incurred in a factory in a period: Rental of premises \$80,000 Utilities \$25,000 There are two cost centres, A and B, in the factory which between them occupy the 20,000 square metres (m²) of floor space (cost centre A : 8,000 m²; cost centre B : 12,000 m²). What is the total indirect cost apportioned to cost centre B in the period if floor space is used as the basis of apportionment?

A: Hire of machines each with capacity to produce 50,000 tyres per year

B: Printing of 15,000 promotional leaflets for distribution at a national vehicle parts show

C: Purchase of 100 tonnes of tyre rubber for six months production

D: Salaries of quality control officers who have an annual testing capacity of

Question 7 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Question 26 Wildman Co has two production cost centres, Cutting and Finishing. The overheads and operating hours for the two cost centres are: Cutting: \$210,000 60,000 machine hours 4,000 labour hours Finishing: \$200,000 5,000 machine hours 14,000 labour hours From the information given, which of the following should be the basis for overhead absorption?

A: Both cost centres should be based on machine hours

B: Both cost centres should be based on labour hours

C: Cutting should be based on machine hours and Finishing should be based on labour hours

D: Cutting should be based on labour hours and Finishing should be based on machine hours Question 27 The management accountant of Rine Co, a furniture manufacturer, has produced the following graphs to represent the costs of producing desks, but has failed to complete all the information. The total cost of making 700 desks has been calculated to be \$5,000 . Using the information provided, calculate the value shown by point A in the variable costs graph, to two decimal places. \$ FINAL - March 2026 Management Information and Costing (F2)

Question 8 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Question 28 Which of the following describes what a timesheet is used for?

A: \$151

B: \$156

C: \$166

D: \$180 FINAL - March 2026 Management Information and Costing (F2)

Question 9 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Question 39 Which of the following are features of useful management information? (1) Communicated to the right person (2) Provided whatever the cost (3) Sufficiently accurate for its cost

- A: Responsibility for revenues but not costs
 - B: Responsibility for costs but not revenues
 - C: Responsibility for revenues and costs
 - D: Responsibility for revenues, costs and investment
- Question 41 Receipts and issues of a raw material for a period were: Units \$ per unit Cumulative total (\$) Day 1 Balance 160 3.70 592 Day 3 Receipt 230 3.60 1,420 Day 5 Issue 110 Day 8 Issue 150 Using the AVCO inventory pricing method, what is the total cost of the issue on Day

Question 10 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Question 42 Production labour costs incurred during a period included the following items: \$ Salary of factory manager 2,400 Training of direct workers 1,660 Normal idle time 840 Overtime premiums of direct workers 2,760 Overtime hours of direct workers at basic rate 9,200 What total amount would usually be charged to production overhead for the above items?

- A: SC24ND
- B: NDSC24
- C: ND24SC
- D: 24SCND FINAL - March 2026 Management Information and Costing (F2)

Question 11 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Question 44 Dipton Co has apportioned their indirect costs as shown below: Dept A Dept B Dept C Dept D Rent and rates (\$) 10,000 15,000 45,000 12,500 Heat and lighting (\$) 15,000 25,000 25,000 20,000 Administration (\$) 15,000 35,000 35,000 35,000 Premises insurance (\$) 20,000 15,000 15,000 12,500 Total (\$) 60,000 90,000 120,000 80,000 Hours worked: Direct labour 10,000 15,000 12,500 10,000 Machine 5,000 20,000 15,000 12,500 If direct labour hours are used to absorb the indirect costs, which department will have the highest hourly absorption rate?

- A: Information consists of raw facts that have not been processed
- B: Data consists of visual representations of numerical information
- C: Data consists of processed information
- D: Information consists of data which has been processed in a predefined way FINAL - March 2026 Management Information and Costing (F2)

Question 12 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Task 2 What is the total overhead absorption rate per machine hour for the Cutting department (to two decimal places)?

- A: Absorb / allocate / apportion
- B: Allocate / absorb / apportion
- C: Apportion / allocate / absorb
- D: Allocate / apportion / absorb FINAL - March 2026 Management Information and Costing (F2)

Question 13 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Question 47 Beata Co, a toy manufacturer, employs factory workers to produce the toys, and supervisors to oversee the operations of the factory. Factory workers are paid a basic hourly rate of \$11.80 and will receive an additional bonus of \$5 for each hour saved. It is expected that each toy will take 12 minutes to produce. Supervisor salaries are paid on an hourly basis for a 37 hour week, worked Monday to Friday, at a rate of \$16.50 per hour. They will be paid overtime at 'time and a third' for anything worked above the 37 hours contracted on weekdays, and at double time for weekend overtime. Task 1 Calculate the labour cost per unit of a factory worker who worked 50 hours and produced 330 units in the week. Labour cost per unit (to two decimal places) \$ Task 2

- A: \$742.50
- B: \$786.50
- C: \$830.50
- D: \$874.50 FINAL - March 2026 Management Information and Costing (F2)

Question 14 — [F2 Management Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Task 3 Four supervisors are employed at the factory. The total supervisor salary costs for a week include the following overtime amounts: Weekday overtime \$209 Weekend overtime \$396 All supervisors attended a two-hour first aid training course on a Saturday afternoon for which they could claim overtime. The remaining overtime was worked to meet an order from a customer who had paid a premium for their order of toys to be shipped within five working days. What is the value of the debit entry to be made to production overheads for the supervisor overtime?

- A: \$66
- B: \$264
- C: \$396
- D: \$605

Question 15 — [F2 Management Accounting / ACCA Syllabus Topic]

% over the basic rate. The operative worked for 38 hours in week 9. Income tax deducted was \$76.40 and benefit contribution payments were: Employer \$40 Employee 10% of gross pay What was the net pay of the production worker in week 9?

- A: \$271.68
- B: \$311.68
- C: \$316.30
- D: \$319.29 FINAL - March 2026 Management Information and Costing (F2)

Question 16 — [F2 Management Accounting / ACCA Syllabus Topic]

,000 450,000 What cost behaviour is being shown here?

- A: Fixed cost
- B: Semi-variable cost
- C: Variable cost
- D: Stepped-fixed cost Question 38 Brinda Co manufactures a single product. Unit costs of the product are: \$ per unit Variable production 14.75 Fixed production 8.10 Variable selling 2.40 Fixed selling 5.35

Question 17 — [F2 Management Accounting / Costing Methods]

A manufacturing company has fixed overheads of £120,000. The contribution per unit is £15, and the selling price is £40 per unit. What is the break-even point in units?

- A: 3,000 units
- B: 4,800 units
- C: 8,000 units
- D: 5,000 units

Question 18 — [K1 Financial Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Section A Question 1 The following trial balance extract has been produced by Teal Co: Trial balance (extract) As at 31 December 20X2 Debit \$ Credit \$ Operating expenses 13,400,000 Prepayments at 1 January 20X2 100,000 Accruals at 1 January 20X2 600,000 Prepayments and accruals at 31 December 20X2 are calculated as \$400,000 and \$800,000 respectively. Which TWO of the following journal entries are required to finalise Teal Co's prepayments and accruals for the year ended 31 December 20X2?

- A: Dr Operating expenses \$200,000 Cr Accruals \$200,000
- B: Dr Operating expenses \$800,000 Cr Accruals \$800,000
- C: Dr Prepayments \$100,000 Cr Operating expenses \$100,000
- D: Dr Prepayments \$300,000 Cr Operating expenses \$300,000 FINAL - March 2026 Financial Accounting (K1)

Question 19 — [K1 Financial Accounting / ACCA Syllabus Topic]

© ACCA 2027 -2028 All rights reserved. Question 2 The following extracts are provided for Oyster Co: Oyster Co Statement of financial position (extracts) As at 30 April 20X8 \$'000 ASSETS Current assets Inventories 14,200 Trade receivables 18,000 Cash and cash equivalents 4,600 Total current assets 36,800 Current liabilities Payables for goods and services received 19,600 Income taxes payable 2,600 Total current liabilities 22,200 Oyster Co Statement of profit or loss (extracts) For the year ended 30 April 20X8 \$,000 Revenue 480,000 The revenue includes \$400m of credit sales and \$80m of cash sales. Which TWO of the following key accounting ratios are CORRECT?

- A: Receivables collection period of 14 days
- B: Receivables collection period of 16 days
- C: Quick (Acid test) ratio of 1.0:1
- D: Quick (Acid test) ratio of 1.7:1 FINAL - March 2026 Financial Accounting (K1)

Question 20 — [K1 Financial Accounting / ACCA Syllabus Topic]

. Delivery of timber to customers Question 21 Moss Co, a listed company, acquired 30% of Heart Co during the year ended 31 July 20X2 and has significant influence over it. There are no other group companies. Which of the following statements regarding the equity method of accounting is TRUE?

- A:** On initial recognition, the investment in Heart Co is recognised at cost
 - B:** Goodwill relating to Heart Co is recognised as a separate non-current asset and not included in the carrying amount of the investment
 - C:** Heart Co's financial statements do not need to be prepared using uniform accounting policies with Moss Co
 - D:** 30% of Heart Co's balances and transactions should be consolidated on a line-by-line basis
- Question 22 The directors of Bagpipes Co are reviewing potential balances to be capitalised as intangible assets. Select whether each of the following items should be capitalised or expensed in accordance with IAS 38 Intangible Assets.
- | Capitalised | Expensed |
|-------------|----------|
|-------------|----------|

Submit Answers & Check worked Solutions

■ Section Complete!

You have completed this practice exam paper. To check your answers and view step-by-step worked explanations:

■ Go to: <https://applaa.com/practice/check?exam=acca&paper=2>

Simply bubble in your choices (e.g. A, B, C, D) and get instantly scored! You can then review the explanations or chat with Appy Buddy (AI Socratic tutor) to understand complex concepts.