Exercise: Analyze BOM costs by using costing sheet

You need to set profit-settings to assist sales personnel to have accurate sales price calculated after considering all costs for D0002 cabinet in **USMF.** You need to also analyze the cost breakdown by viewing the costing sheet.

1. Go to **Product information management > Products > Released products**.
2. Use the **Quick Filter** to filter on the **Item number** field with a value of '**D0002**'.
3. In the list, click **D0002** to open details page
4. Expand the **Manage costs** fasttab.
5. Click M9 cost group to open cost group details page
6. Click **Edit**.
7. Set **Profit percentage** to '40.00'.
8. Click **Add**.
9. In the **Profit-setting** field, select **'Profit 1'**.
10. Set **Profit percentage** to '70.00'.
11. Click **Save**.
12. Close the page.
13. On the Action Pane, click **Engineer**.
14. Click **BOM versions**.
15. Under the Bill of materials lines, click **M0005** to open Product information dialog box
16. Click **M0005** item number (not product number) to open Product details page
17. Click Cost group **M2** in the Manage costs fasttab to open cost group details page.
18. Click **Edit**.
19. Set **Profit percentage** to '30.00'.
20. Click **Add**.
21. In the **Profit-setting** field, select **'Profit 1'**.
22. Set **Profit percentage** to '60.00'.
23. Close the page.
24. Close all pages.
25. Go to **Cost management > Indirect cost accounting policies setup > Costing sheets**.
26. In the tree, select '**Root\Cost of Conversion\COC-Material\COC - M2 - Cabinets comp**.'.
27. Review the structure of costing sheet.
28. In the tree, select **'Root\Cost of Conversion\Overhead on Conversion\COC - OVH4 - Labor overhead\Indirect labor cost - Rate per process time**'.
29. Review **Absorption basis**, and **Rate** FastTabs values
30. In the tree, select **'Root\Cost of Conversion\Overhead on Conversion\COC - OVH4 - Labor overhead**'.
31. Click on **OVH4**
32. Set **Profit percentage** to '80.00'.
33. Close all pages.
34. Go to **Product information management > Products > Released products**.

35. Use the **Quick Filter** to filter on the **Item number** field with a value of 'D0002'.
36. Click the link D0002 to open the product details screen.
37. On the Action Pane, click **Manage costs**.
38. Click **Item price**.
39. Click the **Pending prices** tab.
40. Click **Calculate item cost**.
41. In the **Costing version** field, enter or select **10**
42. Click **OK**.
43. Click **View calculation details.**
44. Click the **Costing sheet** tab.
45. Analyze the cost breakdown for the cabinet D0002
46. Close all pages.