

- 25** In a job costing system, what is the correct entry to record the return of unused direct materials from production to stores?

	debit	credit
<b>A</b>	cost of sales	work in progress
<b>B</b>	stores control	finished goods
<b>C</b>	stores control	work in progress
<b>D</b>	work in progress	stores control

- 26** A company manufactures two products.

	product X \$	product Y \$
selling price	20	30
direct labour (per unit)	10	20
direct materials (per unit)	4	2

Total fixed costs are \$48 000.

Only 3000 units of Y can be made and sold.

How many units of product X must be made and sold to break even?

- A** 1800                      **B** 3000                      **C** 4000                      **D** 8000

- 27** A factory produces a product with a variable cost of \$0.60 per unit.

Fixed costs are \$15 000 per quarter, including rent of \$6000 per quarter.

If more than 20 000 units are made per quarter, additional space is required which increases the rent by 50 %.

What is the total cost per unit of producing 30 000 units in a quarter?

- A** \$0.60                      **B** \$0.90                      **C** \$1.10                      **D** \$1.20