

- 20** The trade receivables turnover of a business has been calculated for two years.

	turnover in days
this year	60
last year	50

What is a possible reason for the change?

- A** increased levels of discounts received
  - B** increased profit margins
  - C** increased cash sales volume
  - D** customer liquidity problems
- 21** A manufacturing company employs 20 workers who are paid a basic rate of \$30 per hour for a 40-hour week. To meet a special order, the workers each worked 50 hours and were paid a premium of 40% over basic rate for the overtime.

What was the value of wages paid to meet the special order?

- A** \$30 000      **B** \$32 400      **C** \$33 600      **D** \$42 000

- 22** A company paid the following telephone costs.

month	number of customer enquiries	total cost \$
1	250 000	425 000
2	350 000	575 000

Telephone costs are a semi-variable cost.

What would be the total telephone costs incurred for 305 000 enquiries?

- A** \$501 071      **B** \$507 500      **C** \$508 333      **D** \$518 500