

17 The statement of financial position of X Limited at 31 December 2017 shows the following.

	\$000
non-current assets	1350
current assets	140
ordinary share capital	900
general reserve	150
10% debentures	200
current liabilities	90
retained earnings	150

The profit from operations for the year was \$65 000 and the finance costs were \$20 000.

What is the return on capital employed for 2017?

- A** 3.21% **B** 4.64% **C** 5.7% **D** 5.91%

18 Which business would use a job costing system of accounting?

- A** a beauty parlour
B a chocolate factory
C a dairy milk farmer
D an oil refinery

19 What is a direct cost?

- A** one that can be traced to a cost item
B one that is always fixed
C one that is always semi-variable
D one that is always variable

20 A company pays its employees \$6.80 per hour for a basic 40-hour week. An overtime premium of 50% is payable together with a production bonus of \$0.25 per unit for all units produced over 350. Employees are guaranteed a weekly wage of \$330.

One employee worked 45 hours last week and produced 410 units.

What was the employee's gross pay that week?

- A** \$330 **B** \$338 **C** \$372 **D** \$474