

27 A business provides the following information for a month.

actual direct labour hours worked	8000
actual overhead expenditure	\$88 000
budgeted direct labour hours	7500
budgeted overhead expenditure	\$90 000

What is the amount of the overhead over/under recovery?

- A** \$2000 over-recovered
- B** \$2000 under-recovered
- C** \$8000 over-recovered
- D** \$8000 under-recovered

28 The following information is provided by a company for a month.

actual direct labour hours worked	4500
budgeted direct labour hours	5000
budgeted overhead expenditure	\$80 000
overheads under-recovered	\$12 000

What is the amount of the actual overhead expenditure?

- A** \$60 000
- B** \$68 000
- C** \$72 000
- D** \$84 000