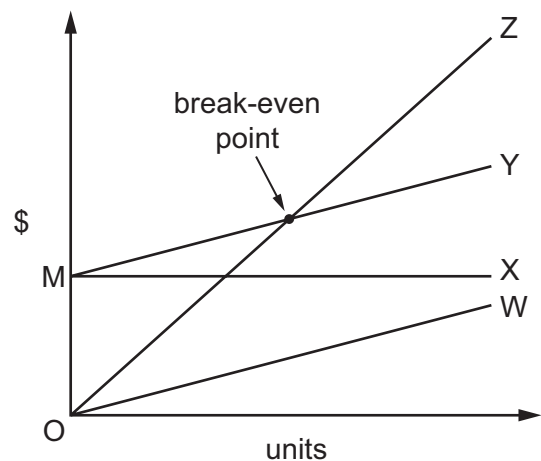


26 Which line represents total cost?



- A OW                      B OZ                      C MX                      D MY

27 A company makes one product with a selling price of \$384 per unit. Costs are as follows.

	per unit
direct materials	4 kilos at \$8 per kilo
direct labour	8 hours at \$12 per hour
selling and distribution	\$40

The mark up is 50%.

What is the factory overhead absorption rate per labour hour?

- A \$3                      B \$5                      C \$11                      D \$22

28 A business provides the following information for August.

	\$
actual revenue	340 000
break-even revenue	370 000
forecast revenue	365 000

What was its margin of safety in August?

- A +\$25 000              B –\$25 000              C +\$30 000              D –\$30 000