

**28** A company has total fixed costs of \$400 000.

It manufactures and sells a single product for \$25 per unit and has a contribution to sales ratio of 80%.

How many units does it need to produce and sell to make a profit of \$200 000?

- A** 10 000                      **B** 20 000                      **C** 24 000                      **D** 30 000

**29** A trader makes and sells a single product. It has a selling price of \$90 and a contribution per unit of \$30.

When 800 units are sold, the profit is \$9600.

What is the profit if 1000 units are produced and sold?

- A** \$12 000                      **B** \$15 600                      **C** \$27 600                      **D** \$30 000

**30** Why might a business prepare a budget?

- A** to determine the amount of bank loan it needs
- B** to determine the skills of labour force
- C** to identify its market share
- D** to identify the quality of its products