

23 A company's sales during a 365 day year are shown in the table.

	\$
cash sales	179 580
credit sales	927 100
total sales	1 106 680

The trade receivables (debtors) turnover ratio at the year end is 42 days.

What is the end-of-year trade receivables (debtors) balance?

- A** \$22 074 **B** \$98 460 **C** \$106 680 **D** \$127 344

24 The following information is given about four products.

Which product makes the most gross profit?

	inventory (stock) turnover (per annum)	average inventory (stock) in units	mark up on cost %
A	8 times	1000	15
B	6 times	1000	30
C	7 times	1000	25
D	10 times	1000	20

25 A soup manufacturer uses batch costing. It produces a batch of 10 000 tins of soup with a direct materials cost of \$2500.

Direct labour involved 200 hours at a cost of \$2000, and overheads are absorbed at the rate of \$15 per direct labour hour.

What is the cost of a tin of soup?

- A** \$0.25 **B** \$0.45 **C** \$0.55 **D** \$0.75