

29 A manufacturer has fixed costs of \$300 000.

It manufactures and sells a single product for \$80 per unit. The contribution to sales ratio is 60%.

How many units does it need to sell to make a profit of \$600 000?

- A** 6250 **B** 6750 **C** 12 500 **D** 18 750

30 Which statements concerning the use of a budgetary control system are correct?

- 1 Managers should receive a copy of the budget.
- 2 Managers should agree with the aims and objectives of the budget.
- 3 Managers should be consulted when the budget is prepared.
- 4 Managers should be committed to attaining budget outcomes.

- A** 1, 2, 3 and 4
B 1 and 2 only
C 2, 3 and 4 only
D 3 and 4 only