

**20** The following information is available for G Limited for the year ended 31 December 2019.

	\$
share capital	275 000
long-term bank loan	180 000
current liabilities	120 000
profit from operations	244 000
bank loan interest	34 000
retained earnings including profit for the year	400 000

What was the return on capital employed?

- A** 21.54%      **B** 24.56%      **C** 25.03%      **D** 28.54%

**21** A company has been asked to prepare a quotation to print 100 leaflets for a customer. The total cost of direct materials, direct labour and a share of overheads is \$820 and a profit of 25% on cost has been added.

Which costing method is this an example of?

- A** absorption costing  
**B** job costing  
**C** marginal costing  
**D** unit costing

**22** Which expense for a business may be classified as a stepped cost?

- A** direct labour  
**B** direct materials  
**C** factory rent  
**D** telephone