

29 Total costs at two levels of production are as follows.

units	\$
10 000	230 000
16 000	320 000

Fixed costs will increase by \$30 000 if more than 20 000 units are produced.

What are the total costs if 25 000 units are produced?

- A** \$405 000 **B** \$485 000 **C** \$530 000 **D** \$605 000

30 Which are benefits of a budgetary control system?

- 1 It can be used to control expenditure.
- 2 It can be used to record accounting transactions.
- 3 It can help when applying for a loan.
- 4 It can identify where improvements are required.

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