

25 The table shows costs at three activity levels.

activity levels	65 units	90 units	100 units
	\$	\$	\$
fixed cost	?	?	?
variable cost	?	?	?
total cost	15 600	19 600	21 200

What is the fixed cost?

- A** \$1600 **B** \$4000 **C** \$5200 **D** \$5600

26 A customer places an order for 20 000 bricks.

Which costing method will the supplier use to price the order?

- A** batch
B job
C marginal
D unit

27 A company has total production costs of \$6000 to make 10 000 units, and \$13 000 to make 24 000 units.

What is its total cost to make 20 000 units?

- A** \$1000 **B** \$10 000 **C** \$11 000 **D** \$12 000

28 A business makes wedding dresses. Each machinist is paid \$30 a day and each supervisor \$40 a day. Each supervisor can work with up to 10 machinists and each machinist can produce one wedding dress a day.

If 95 wedding dresses a day are produced, what is the daily labour cost?

- A** \$2850 **B** \$3210 **C** \$3230 **D** \$3250