

**27** You are given the following information concerning a product.

	\$ per unit
selling price	10.00
variable labour costs	3.50
raw material costs	2.50
break-even point	2500 units

What is the total fixed cost?

- A** \$10 000      **B** \$15 000      **C** \$16 250      **D** \$18 750

**28** What is a direct expense for a printing business?

- A** depreciation of printing machinery  
**B** paper used in the printing process  
**C** rent and rates of the factory premises  
**D** the capital cost of printing machinery

**29** A business uses absorption costing.

Which cost is used to value finished stock?

- A** full cost  
**B** prime cost  
**C** variable cost of production  
**D** variable cost of sales

**30** The following relate to a factory.

1	carriage inwards
2	depreciation of factory machinery
3	machine operators wages
4	insurance of machinery
5	royalties on production