

19 The following information is given in the financial statements of a limited company.

	\$
ordinary shares	1 200 000
general reserve	120 000
retained earnings	710 000
8% debentures	400 000

What is the value of total equity?

- A** \$1910 000 **B** \$2030 000 **C** \$2310 000 **D** \$2430 000

20 Which item is a direct cost?

- A** cost of production materials
B factory supervisor's salary
C machine cleaning materials
D stores staff wages

21 Samuel manufactures a single product. Total cost per unit is \$70 when production is 100 units per week, and \$62.50 when production is 160 units per week.

What are the total fixed costs per week?

- A** \$450 **B** \$750 **C** \$1200 **D** \$2000

22 How is the issue of inventory from stores valued when using FIFO?

- A** It is calculated using the average purchase price of goods.
B It is calculated using the price paid for the earliest delivery of goods.
C It is the same as the current replacement cost.
D It is the same as the most recent price paid for the goods.