

**29** A business had the following results in April and May.

	April	May
units produced and sold	1000	1200
total revenue	\$50 000	?
total contribution	\$22 000	?
total profit	\$8 000	\$10 500

The selling price per unit and total fixed costs remained constant.

What was the change in the variable cost per unit?

- A** decrease \$0.75
- B** decrease \$1.58
- C** increase \$0.75
- D** increase \$1.58

**30** Which statements about budgeting are correct?

- 1 Accurate overhead allocations are always made.
- 2 Managers may make budgets easy to achieve.
- 3 Financial factors are considered.
- 4 Very little time is taken to produce the budget.

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