

**29** A company's profit for a period using marginal costing was \$70 000.

Opening inventory was 2000 units and closing inventory 2500 units.

The fixed production overhead absorption rate is \$10 per unit.

What was the profit under absorption costing?

- A** \$50 000      **B** \$65 000      **C** \$75 000      **D** \$90 000

**30** A business sold 10 000 units at \$20 each. It had fixed costs of \$15 000. Costs per unit of production were as follows.

	\$
direct materials	7
direct labour	5
variable production overhead	3
variable sales overhead	2

What was the contribution?

- A** \$15 000      **B** \$30 000      **C** \$35 000      **D** \$50 000