

**27** A company has the following revenue information for a month.

	\$
actual revenue	510 000
break-even revenue	555 000
budgeted revenue	570 000

What was its margin of safety during the month?

- A** −\$60 000
- B** −\$45 000
- C** +\$45 000
- D** +\$60 000

**28** A business provides the following information.

budgeted overhead costs	\$280 000
budgeted labour hours	25 000
budgeted machine hours	20 000
actual overhead cost	\$336 000
actual labour hours	35 000
actual machine hours	30 000

What is the over-absorption or under-absorption of overheads?

- A** \$56 000 over absorbed
- B** \$56 000 under absorbed
- C** \$84 000 over absorbed
- D** \$84 000 under absorbed

**29** A business provides the following budgeted information.

contribution to sales ratio	60%
budgeted sales	\$240 000
budgeted production units	40 000

What is the contribution per unit?

- A** \$3.60
- B** \$3.75
- C** \$9.60
- D** \$10.00