

**30** A business is preparing this year's budget by adding a percentage to last year's budget.

Which statements are true?

- 1 Budget holders cannot be paid based on their performance.
- 2 Inefficiencies can always be eliminated.
- 3 Previous costs are carried forward into the next budget.

**A** 1 and 2 only    **B** 1, 2 and 3    **C** 2 and 3 only    **D** 3 only