

- 23** X supplies goods on credit. He looked at the financial statements of two other businesses to see if he wanted to trade with them. He found the following information.

business	credit purchases \$	trade payables \$
G	21 800	2320
H	49 500	5750

X only trades with businesses with a trade payables turnover of 42 days or less.

With which business(es) did X decide to trade?

- A** both G and H  
**B** G only  
**C** H only  
**D** neither G nor H
- 24** A business pays its employees \$2 for each unit of X they assemble and \$3.20 for each unit of Y. Monthly output is 1800 units of X and 1000 units of Y. The factory supervisor is paid \$1000 per month.

What is the direct labour cost per month?

- A** \$6800      **B** \$7760      **C** \$7800      **D** \$8760
- 25** A garage owner paid the following costs.
- 1 mechanics' wages
  - 2 garage equipment repairs
  - 3 spare parts used to repair vehicles
  - 4 rent paid for garage premises

Which of these are direct costs?

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