

- 29** A company uses a direct labour rate of \$5.40 per hour to absorb production overhead. Each unit of product manufactured requires four direct labour hours.

The following information is available for a period.

| | \$ |
|------------------------------------|---------|
| actual production overhead | 518 400 |
| under absorbed production overhead | 32 400 |

What was the actual output for the period?

- A** 22 500 units
 - B** 24 000 units
 - C** 25 500 units
 - D** 90 000 units
- 30** What should **not** be a reason for business planning?
- A** to assist with management decision making
 - B** to avoid departmental conflict
 - C** to identify staff redundancy opportunities
 - D** to support an application for funding