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| A cost analyst for Stamper Manufacturing Co. has assembled the following data about the Model 24 stamp pad: |

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| The piece of sheet metal from which five pad cases can be made costs $0.24. |
| This amount is based on the number of sheets in a 4,200-pound bundle of sheet metal, which is the usual purchase quantity. |
| The foam pad that is put in the case costs $0.06, based on the number of pads that can be cut from a large roll of foam. |
| Production standards, based on engineering analysis recognizing attainable performance, provide for the manufacture of 1,000 pads by two workers in an eight-hour shift. The standard direct labor pay rate is $15 per hour. |
| Manufacturing overhead is applied to units produced using a predetermined overhead application rate of $16 per direct labor hour, of which $6 per hour is fixed manufacturing overhead. |

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| **Required:** |

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| **(a)** | Calculate the standard absorption cost of a package of 10 stamp pads. **(Do not round your intermediate calculations. Round final answer to 2 decimal places. Omit the "$" sign in your response.)** |

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| Standard absorption cost per package | $ |

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| **(b)** | Stamper Manufacturing Co.'s management is considering a special promotion that would result in increased sales of 500 packages of 10 pads per package. Calculate the cost per package that is relevant for this analysis. **(Do not round your intermediate calculations. Round final answer to 2 decimal places. Omit the "$" sign in your response.)** |

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| Relevant cost per package | $ |