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|  | **Question 1: (2 points)**

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| --- |
| **Exercise 18-10: Cost of goods sold computation L.O. C6, P1** |
| Compute cost of goods sold for each of these two companies for the year ended December 31, 2009. **(Omit the "$" sign in your response)**: |
|  |

|  |  |  |
| --- | --- | --- |
|   | Computer Merchandising | Log Homes Manufacturing |
| Beginning inventory |   |   |   |   |
| Merchandise | $ | 301,000 |   |   |
| Finished goods |   |   | $ | 602,000 |
| Cost of purchases |   | 580,000 |   |   |
| Cost of goods manufactured |   |   |   | 790,000 |
| Ending inventory |   |   |   |   |
| Merchandise |   | 201,000 |   |   |
| Finished goods |   |   |   | 195,000 |

|  |  |  |
| --- | --- | --- |
|   | Computer Merchandising | Log Homes Manufacturing |
| Cost of goods sold | $  | \_\_\_\_\_\_\_\_\_\_\_\_ | $  | \_\_\_\_\_\_\_\_\_\_\_\_  |

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| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | **Question 2: (2 points)**

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| --- |
| **Exercise 18-13: Manufacturing statement preparation L.O. P2** |

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| --- |
| Given the following selected account balances of Spalding Company, prepare its manufacturing statement for the year ended on December 31, 2009. Include a listing of the individual overhead account balances in this statement. **(Input all amounts as positive values. Omit the "$" sign in your response.)** |
|  |

|  |  |  |
| --- | --- | --- |
|   |   |   |
| Sales | $ | 1,363,000 |
| Raw materials inventory, Dec. 31, 2008 |   | 40,000 |
| Goods in process inventory, Dec. 31, 2008 |   | 53,600 |
| Finished goods inventory, Dec. 31, 2008 |   | 60,400 |
| Raw materials purchases |   | 181,900 |
| Direct labor |   | 243,000 |
| Factory computer supplies used  |   | 15,700 |
| Indirect labor |   | 54,000 |
| Repairs-Factory equipment  |   | 7,250 |
| Rent cost of factory building  |   | 56,000 |
| Advertising expenses  |   | 92,000 |
| General and administrative expenses  |   | 140,000 |
| Raw materials inventory, Dec. 31, 2009  |   | 44,000 |
| Goods in process inventory, Dec. 31, 2009  |   | 41,200 |
| Finished goods inventory, Dec. 31, 2009  |   | 66,200 |

|  |
| --- |
| SPALDING COMPANYManufacturing StatementFor Year Ended December 31, 2009 |
| *Direct materials* |   |   |   |   |
| \_\_\_\_\_\_\_\_\_\_ | $ | \_\_\_\_\_\_\_\_\_\_\_\_ |   |   |
| \_\_\_\_\_\_\_\_\_\_ |   | \_\_\_\_\_\_\_\_\_\_\_\_ |   |   |
| Raw materials available for use  |   | \_\_\_\_\_\_\_\_\_\_\_\_ |   |   |
| \_\_\_\_\_\_\_\_\_\_ |   | \_\_\_\_\_\_\_\_\_\_\_\_ |   |   |
| Direct materials used  |   |   | $ | \_\_\_\_\_\_\_\_\_\_\_\_ |
| \_\_\_\_\_\_\_\_\_\_ |   |   |   | \_\_\_\_\_\_\_\_\_\_\_\_ |
| *Factory overhead* |   |   |   |   |
| \_\_\_\_\_\_\_\_\_\_ |   | \_\_\_\_\_\_\_\_\_\_\_\_ |   |   |
| \_\_\_\_\_\_\_\_\_\_ |   | \_\_\_\_\_\_\_\_\_\_\_\_ |   |   |
| \_\_\_\_\_\_\_\_\_\_ |   | \_\_\_\_\_\_\_\_\_\_\_\_ |   |   |
| \_\_\_\_\_\_\_\_\_\_ |   | \_\_\_\_\_\_\_\_\_\_\_\_ |   |   |
| Total factory overhead costs  |   |   |   | \_\_\_\_\_\_\_\_\_\_\_\_ |
| Total manufacturing costs  |   |   |   | \_\_\_\_\_\_\_\_\_\_\_\_ |
| \_\_\_\_\_\_\_\_\_\_ |   |   |   | \_\_\_\_\_\_\_\_\_\_\_\_ |
| Total cost of goods in process |   |   |   | \_\_\_\_\_\_\_\_\_\_\_\_ |
| \_\_\_\_\_\_\_\_\_\_ |   |   |   | \_\_\_\_\_\_\_\_\_\_\_\_ |
| Cost of goods manufactured |   |   | $ | \_\_\_\_\_\_\_\_\_\_\_\_ |

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