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| **18.** | (Points: 2.5)    |
|   | Under a relevant range of production, the production has a. minimum quantities that cannot exceedb. maximum quantities that cannot exceedc. minimum and maximum quantities that cannot exceedd. no minimum or maximum quantities |
| 24. | (Points: 2.5)    |
|   |

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| Hanna Company has the following data |
|  |  |  |
| Year | Operating profit | Sales |
| 1 | 50,000 | 1,000,000 |
| 2 | 100,000 | 1,200,000 |

The contribution margin ratio is a. 25%b. 35%c. 50%d. 75% |
| 25. | (Points: 2.5)    |
|   |

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| Hanna Company has the following data |
|  |  |  |
| Year | Operating profit | Sales |
| 1 | 50,000 | 1,000,000 |
| 2 | 100,000 | 1,200,000 |

The total fixed cost is a. $100,000.00b. $120,000.00c. $180,000.00d. $200,000.00 |
| 26. | (Points: 2.5)    |
|   |

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| Hanna Company has the following data |
|  |  |  |
| Year | Operating profit | Sales |
| 1 | 50,000 | 1,000,000 |
| 2 | 100,000 | 1,200,000 |

The variable cost percentage of sales is a. 25%b. 35%c. 50%d. 75% |
| 27. | (Points: 3.0)    |
|   | The incremental costs are a. only fixed costsb. only variable costsc. could be variable or fixed costsd. non avoidable costs |
| 28. | (Points: 3.0)    |
|   | Tany Company operates a manufacturing facilities. The following information pertains to its normal production: Maximum manufacturing capacity per month is 20,000 units. Total variable costs for maximum capacity are $160,000. Total fixed costs per month are $400,000. Tany received an offer from a suppliers of 4,000 units. Determine the price that makes Tany indifferent to reject or not this offer a. $28b. $20c. $12d. $8 |