|  |
| --- |
| **1.** |
|   |

|  |
| --- |
| The manager of MN Company give you the following data to prepare the required purchases for the coming three months (January, February and March) |
|  |  |  |
| Estimated sales for January  |  $ 100,000 |  |
| Sales increase by | 5% | for the coming three months |
| Cost of goods sold (CGS) | 60% | of sales |
| Beginning inventory |  $   12,000 |  |
| Ending inventory equal to  | 20% | 0f next month CGS |

Find the total purchases needed for February.  1. between $60,000 and $61,000 2. between $63,000 and $64,000 3. between $66,000 and $67,000 4. between $68,000 and $69,000 |
|   | Save Answer http://inter.blackboard.com/webct/images/shim.gif |
|   |
| **2.** |
|   |

|  |
| --- |
| The manager of MN Company give you the following data to prepare the required purchases for the coming three months (January, February and March) |
|  |  |  |
| Estimated sales for January  |  $ 100,000 |  |
| Sales increase by | 5% | for the coming three months |
| Cost of goods sold (CGS) | 60% | of sales |
| Beginning inventory |  $   12,000 |  |
| Ending inventory equal to  | 20% | 0f next month CGS |

Find the total purchases needed for March.  1. between $60,000 and $61,000 2. between $63,000 and $64,000 3. between $66,000 and $67,000 4. between $68,000 and $69,000 |
|   | Save Answer http://inter.blackboard.com/webct/images/shim.gif |
|   |
| **3.** |
|   |

|  |
| --- |
| The manager of MN Company give you the following data to prepare the required purchases for the coming three months (January, February and March) |
|  |  |  |
| Estimated sales for January  |  $ 100,000 |  |
| Sales increase by | 5% | for the coming three months |
| Cost of goods sold (CGS) | 60% | of sales |
| Beginning inventory |  $   12,000 |  |
| Ending inventory equal to  | 20% | 0f next month CGS |

Find the total purchases needed for January.  1. between $60,000 and $61,000 2. between $63,000 and $64,000 3. between $66,000 and $67,000 4. between $68,000 and $69,000 |
|   | Save Answer http://inter.blackboard.com/webct/images/shim.gif |
|   |
| **4.** |
|   |

|  |  |  |  |
| --- | --- | --- | --- |
| Assume the following data pertains to ABC Company |  |  |  |
| Estimated average selling price per unit | $10.00 |  |  |  |
| Estimated units to be sold in 8-2009 | 1,000.00 |  |  |  |
| Estimated increase in unit sales | 10% |  |  |  |
| Month | 8 | 9 | 10 | 11 |
| Units | 1,000 | 1,100 | 1,210 | 1,331 |
| Selling price per unit |  $        10.00 |  $   10.00 |  $    10.00 |  $      10.00 |
| Total estimated sales |  $ 10,000.00 |  $ 11,000.00 |  $12,100.00 |  $13,310.00 |
| Assume |  |  |  |  |
| Cost of goods sold (CGS) | 65% | of sales |  |  |
| Month | 8 | 9 | 10 |  |
| Estimated CGS |  $  6,500.00 |  $  7,150.00 |  $ 7,865.00 |  $ 8,651.50 |
| Assume |  |  |  |  |
| Beginning inventory  |  $  2,100.00 |  |  |  |
| Ending inventory | 20% | next month CGS |  |

Find the purchases needed for September  1. Between $5,200 and $5,300 2. Between $7,200 and $7,300 3. Between $5,800 and $5,900 4. Between $8,00 and $8,100 |
|   | Save Answer http://inter.blackboard.com/webct/images/shim.gif |
|   |
| **5.** |
|   |

|  |  |  |  |
| --- | --- | --- | --- |
| Assume the following data pertains to ABC Company |  |  |  |
| Estimated average selling price per unit | $10.00 |  |  |  |
| Estimated units to be sold in 8-2009 | 1,000.00 |  |  |  |
| Estimated increase in unit sales | 10% |  |  |  |
| Month | 8 | 9 | 10 | 11 |
| Units | 1,000 | 1,100 | 1,210 | 1,331 |
| Selling price per unit |  $        10.00 |  $   10.00 |  $    10.00 |  $      10.00 |
| Total estimated sales |  $ 10,000.00 |  $ 11,000.00 |  $12,100.00 |  $13,310.00 |
| Assume |  |  |  |  |
| Cost of goods sold (CGS) | 65% | of sales |  |  |
| Month | 8 | 9 | 10 |  |
| Estimated CGS |  $  6,500.00 |  $  7,150.00 |  $ 7,865.00 |  $ 8,651.50 |
| Assume |  |  |  |  |
| Beginning inventory  |  $  2,100.00 |  |  |  |
| Ending inventory | 20% | next month CGS |  |

Find the purchases needed for August  1. Between $5,200 and $5,300 2. Between $7,200 and $7,300 3. Between $5,800 and $5,900 4. Between $8,00 and $8,100 |