Comparison of activity based and conventional product costs : manufacturer  
  
fantastique fashions Ltd has switched from a conventional product costing system to an activity-based product costing system to assign manufacturing overhead costs to product. The table below shows the cost per unit for two products under the two costing systems :

Costing System Product A Product B

Conventional $36 $25

ABC $30 $45

Required:

1. Describe the most likely features of product A and B replacing the question marks (?) in the following table with ‘Yes’ or ‘No’.

Product feature Product A Product B

High-volume product line ? ?

Low-volume product line ? ?

Produced in small batches ? ?

Produced in large batches ? ?

Simple to produce ? ?  
complex to produce ? ?

2.explain the answer to requirement 1.