



## Worksheet 1: How to answer the question

- 1 Apportion the service department costs by completing the table.

What are you analysing?

- 2 Calculate, to two decimal places, a suitable overhead absorption rate for each of the production departments.

What are you analysing?

- 3 Prepare a statement to reconcile the flexible budgeted profit from (b) with the actual profit.

What are you analysing?

- 4 Discuss how the matter should be treated in the financial statements for the year ended 31 December 2020. Justify your answer, referring to the appropriate International Accounting Standard.

What are you analysing?

- 5 Calculate, to two decimal places, the revised gearing ratio if the shareholder's proposal had been adopted.

What are you analysing?

- 6 Prepare the partnership bank account recording the closure of the partnership.

What are you analysing?



- 7 Discuss the advantages and disadvantages of the decision of the directors of M Limited to purchase the partnership.

What are you analysing?