

## F2 - LECTURE EXAMPLE 1

Mars Ltd has the following overheads in the year ended 31 December 2015:

Overhead	\$
Rent	90,000
Insurance of machinery and equipment	40,000
Stores costs	75,000
Heating costs	<u>57,000</u>
	<u>262,000</u>

Additional information includes:

	Mixing	Stirring	Store	Canteen	Total
Floor space (square metres)	9,000	3,000	1,000	2,000	15,000
NBV of machinery and equipment \$'000	2,000	1,000	600	400	4,000

### **Required**

After allocating and apportioning overhead costs, calculate the total cost in the mixing dept, stirring dept, store and canteen