



Free Questions for CMAPRA17-BA2-1 by dumpshq

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Question 1

Question Type: MultipleChoice

A company which manufactures and sells one product has fixed costs of \$80,000 per period. The selling price per unit of \$25 generates a contribution/sales ratio of 40%.

How many units would need to be sold in a period to earn a profit of \$10,000?

Options:

A- 9,000

B- 8,000

C- 36,000

D- 32,000

Answer:

D

Question 2

Question Type: MultipleChoice

A company produces a single product for which the following cost data are available.

	\$ per unit
Direct material	3
Direct labour	4
Production overhead	2
Selling and distribution overhead	2

Analysis by the management accountant has shown that 100% of direct material cost and 50% of direct labour cost are variable costs. 50% of production overhead and 100% of selling and distribution overhead are variable costs.

What is the marginal cost per unit?

Options:

- A-** \$6
- B-** \$7
- C-** \$8
- D-** \$9

Answer:

B

Question 3

Question Type: MultipleChoice

The forecast costs per unit for a new product are as follows:

	\$
Direct (variable) material	15
Direct (variable) labour	12
Fixed production overhead	6

The company uses marginal cost plus pricing and all products are required to achieve a 40% margin.

What would be the selling price per unit?

Options:

A- \$37.80

B- \$46.20

C- \$45.00

D- \$55.00

Answer:

B

Question 4

Question Type: MultipleChoice

The possible returns and associated probabilities of two independent projects are as follows:

	Return \$	Probability
Project 1	10,000 loss	0.1
	20,000 gain	0.5
	30,000 gain	0.4
Project 2	15,000 gain	0.2
	20,000 gain	0.7
	35,000 gain	0.1

It has been decided that both projects are to be launched.

Which TWO of the following statements are correct? (Choose two.)

Options:

- A- The expected value of the total return is \$41,500 gain.
- B- The probability of the total return being a loss is 0.10.
- C- The probability of making a total return of exactly \$5,000 gain is 0.02.
- D- The probability of the total return being a gain is less than 1.00.
- E- The expected value of the total return is \$40,000 gain.

Answer:

B, D

Question 5

Question Type: MultipleChoice

An organisation's management report contains the following data:

	Division A \$000	Division B \$000	Division C \$000	Division D \$000
Sales revenue	150	200	240	100
Direct cost	80	90	150	50
Indirect cost (excluding interest and tax)	40	70	30	20
Capital employed	120	250	250	200

Which division has the highest operating margin percentage?

Options:

- A-** Division A
- B-** Division B
- C-** Division C
- D-** Division D

Answer:

C

Question 6

Question Type: MultipleChoice

A sales manager has analysed a sample of 350 sales transactions from the latest period. The manager wishes to investigate:

how many customers made their purchase online using the internet and how many purchased by telephone.

how many were new customers and how many were placing repeat orders.

The following table shows the results of the analysis.

	Online	Telephone	Total
New customer	210	25	235
Repeat order	40	75	115
Total customers	250	100	350

If the pattern of sales occurs next period, the probability of a particular sale being a repeat order placed online is closest to:

Options:

A- 0.11

B- 0.40

C- 0.16

D- 0.35

Answer:

B

Question 7

Question Type: MultipleChoice

Which THREE of the following are included in the Global Management Accounting Principles? (Choose three.)

Options:

A- Accountability

B- Influence

C- Value

D- Professional behaviour

E- Relevance

F- Integrity

Answer:

B, C, E

Explanation:

<https://www.cgma.org/resources/reports/globalmanagementaccountingprinciples/about-the-principles.html#?tab-1=3>

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