

Semi-variable:

- Maintenance and repair
- Indirect labor
- Sales expenses
- Sundry overheads

1.25

5.00

1.50

1.52

Variable:

- Materials
- Labor
- Other expenses

12.00

13.00

2.00

Fixed expenses:

- Wages & salaries
- Rent & taxes
- Depreciation
- Sundry overheads

4.20

2.80

3.50

4.50

51.00

Solution:

**Flexible Budget
For the period of half-yearly**

Details	Capacity 60 %	Capacity 70 %	Capacity 85 %	Capacity 100 %
<u>Semi-variable:</u>				
Maintenance and repair	1,25,000	1,25,000	1,37,500	1,50,000
Indirect labor	5,00,000	5,00,000	5,50,000	6,00,000
Sales expenses	1,50,000	1,50,000	1,65,000	1,80,000
Sundry overheads	1,52,000	1,52,000	1,67,200	1,82,400
<u>Variable:</u>				
Materials	12,00,000	14,00,000	17,00,000	20,00,000
Labor	13,00,000	15,16,667	18,41,667	21,66,667
Other expenses	2,00,000	2,33,333	2,83,333	3,33,333
<u>Fixed expenses:</u>				
Wages & salaries	4,20,000	4,20,000	4,20,000	4,20,000
Rent & taxes	2,80,000	2,80,000	2,80,000	2,80,000
Depreciation	3,50,000	3,50,000	3,50,000	3,50,000
Sundry overheads	4,50,000	4,50,000	4,50,000	4,50,000
Total costs	51,27,000	55,77,000	63,44,700	71,12,400

dz (A+B+C)