Exercise 2-11

Name: Instructor

Enter the appropriate numbers/formulas in the shaded (gray) cells. An asterisk (*) will appear in the column to the right of an incorrect answer.

Cost of Goods Manufactured			
Beginning inventory in work in process	\$	25,000	
Plus: Raw materials used in production*		95,000	
Plus: Direct labor		30,000	
Plus: Manufacturing overhead		50,000	
Subtotal	\$	200,000	
Less: Ending work in process		15,000	
Cost of goods manufactured	\$	185,000	

*Calculation of raw materials used in production:	
Beginning inventory of raw materials	\$ 40,000
Plus: Raw materials purchased	75,000
Raw materials available for use	\$ 115,000
Less: Ending inventory of raw materials	20,000
Raw materials used in production	\$ 95,000

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