

**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

