

Job Costing

3. From the following information Calculate Job costing

Factory OH = **60%** of Prime Cost; Admin OH = **25%** of Work Cost.

Particulars	Job 1	Job 2	Job 3	Job 4
Direct Material	75,000	85,000	1,25,000	1,60,000
Direct Wages	65,000	70,000	90,000	1,00,000
Direct Expenses	25,000	30,000	40,000	50,000

Solution

Particulars	Job 1	Job 2	Job 3	Job 4
Direct Material	75,000	85,000	125,000	160,000
Direct Wages	65,000	70,000	90,000	100,000
Direct Expenses	25,000	30,000	40,000	50,000
Prime Cost (DM+DW+DE)	165,000	185,000	255,000	310,000
Factory Overhead (60% of PC)	99,000	111,000	153,000	186,000
Work Cost (PC + Factory OH)	264,000	296,000	408,000	496,000
Administration Overhead (25% of WC)	66,000	74,000	102,000	124,000
Total Cost (WC + Admin OH)	330,000	370,000	510,000	620,000