

Task 2.4

Complete the table below to show a flexed budget and the resulting variances against this budget for the quarter. Show the actual variance amount, for sales and each cost, in the column headed 'Variance'. Adverse variances must be denoted with a minus sign. Enter 0 where any figure is zero.

	Flexed budget	Actual	Variance
Number of units	14000	14,000	
	£	£	£
Sales revenue	210000	215,200	5200
Less costs:			
Direct materials	44800	43,400	1400
Direct labour	81200	83,300	-2100
Fixed overheads	40000	41,250	-1250
Profit from operations	44000	47,250	3250