



Sales at various levels are :

50% capacity – 10,00,000

75% capacity – 15,00,000

90% capacity – 18,00,000

Prepare a flexible budget for the year and forecast the profit at 50%, 75% and 90% capacity.

11. The following information relates to working of a company for 2 years.

Year	Sales	Cost
	₹	₹
2020	9,00,000	7,50,000
2021	12,00,000	9,75,000

Calculate :

- a) P/V Ratio
- b) BEP
- c) Profit when sales are ₹ 15,00,000 and ₹ 18,00,000.
- d) Sales to earn a profit of ₹ 6,00,000 and ₹ 7,50,000.