

The following are costs incurred by a furniture manufacturer.

Required:

Classify the following cost items by ticking (✓) the relevant columns. You may tick more than one column for each cost item.

Cost Item	Period	Product	Prime	Conversion
Wood used in manufacturing a dining table				
Cost of utilities to produce the table				
Commission paid to salespersons				
Screws and glue of immaterial cost used in manufacture				
Labour of craftsman who carve designs on table top				
Salary of company chief executive officer				

