

Sales Budget

Sales
 x Expected Price
Budgeted Sales

	Product 1	Product 2
	x	x
x	€x	€x
	€x	€x

Production Budget (Units)

Sales
 + Closing Stock (F.G)
 - Opening Stock (F.G)
Budgeted Production

	Product 1	Product 2
	x	x
+ x		+ x
- x		- x
	x ①	x ①

Raw Materials Purchases Budget

Product 1 (Figure 1 x Mat. 1 Usage)
 (Figure 1 x Mat. 2 Usage)
 Product 2 (Figure 1 x Mat. 1 Usage)
 (Figure 1 x Mat. 2 Usage)
= Raw Materials Usage
 + Closing Stock (R.M)
 - Opening Stock (R.M)
= Raw Materials Purchases
 x Expected Price
Budgeted Raw Materials Purchases

	Material 1	Material 2
	x	x
	x	x
	x	x
x	€x	€x
	€x	€x

Direct Labour Budget

Production (Figure 1)
 x Labour Hours Per Unit
= Direct Labour Hours
 x Labour Rate
Budgeted Direct Labour

	Product 1	Product 2
	x	x
x	x	x
	x	x
x	€x	€x
	€x	€x

Variable Overhead Budget

Labour Hours / Production
 x Overheads Per Unit
Budgeted Variable Overheads

	Product 1	Product 2
	x	x
x	€x	€x
	x	x

Production / Manufacturing Budget	€	€
Opening Stock of Raw Materials		
Mat.1 (..x..)	x	
Mat.2 (..x..)	+x	x
+ Purchases of Raw Materials		
Mat.1	x	
Mat.2	+x	+x
- Closing Stock of Raw Materials		
Mat.1 (..x..)	x	
Mat.2 (..x..)	+x	-x
= Cost of Raw Materials Consumed		x
+ Direct Labour Costs		
Prod.1	x	
Prod.2	+x	+x
= Prime Costs		x
+ Indirect Costs		
● Variable Overheads		
Prod.1	x	
Prod.2	+x	
● Fixed Overheads		+x
= Cost of Production		x

Trading Account Budget (F.G)	€	€
Sales (Product 1 + Product 2)	x	x
Less Cost Of Sales		
(O) Opening Stock		
Mat.1	x	
Mat.2	x	
(P) + Production	x	
(E) + Expenses	+x	
	x	
(C) - Closing Stock	-	
Mat.1	x	
Mat.2	x	-x
= Gross Profit		x

<u>Closing Stock of Finished Goods</u>		<u>Product 1. €</u>		<u>Product 2. €</u>
Material 1	(x kg x €x)	x	(x kg x €x)	x
Material 2	(x kg x €x)	x	(x kg x €x)	x
Direct Labour	(x hrs x €x)	x	(x hrs x €x)	x
Variable Overheads	(x hrs x €x)	x	(x hrs x €x)	x
Fixed Overheads	-----	+ x	-----	+ x
=Closing Stock		x		x