Paul Robbins training and consultancy

Elements of Costing

Inventory Valuation and the Manufacturing Account

FIFO, LIFO & AVCO – Exercise 2

You have been provided with the following information and are required to complete the stores ledger cards on a FIFO, LIFO & AVCO basis:

1 October 2016 – Opening inventory balance of 80 litres costing £6.00 per litre

4 October 2016 – Purchased inventory of 120 litres costing £6.50 per litre

7 October 2016 – Issued inventory of 150 litres

15 October 2016 – Purchased inventory of 200 litres costing £7.20 per litre

18 October 2016 – Issued inventory of 210 litres

22 October 2016 – Purchased inventory of 160 litres costing £7.80 per litre

26 October 2016 – Issued inventory of 175 litres

FIFO

Date	***Receipts*** ***Qty / cost / total***	***Issues*** ***Qty / cost / total***	***Balance*** ***Qty / cost / total***

LIFO

Date	***Receipts*** ***Qty / cost / total***	***Issues*** ***Qty / cost / total***	***Balance*** ***Qty / cost / total***

AVCO

Date	***Receipts*** ***Qty / cost / total***	***Issues*** ***Qty / cost / total***	***Balance*** ***Qty / cost / total***