

Quick Questions On Inventory Valuation

1. Calculate the value of a 400-unit ending inventory using the following data and the LIFO, FIFO, and Weighted Average methods of inventory valuation. State the advantages and disadvantages of each method.

		Units	Unit Cost
Inventory	Jan. 1	250	\$50
Purchase of:	April 4	100	\$52
	Sept. 16	200	\$55
	Dec. 10	300	\$57

2. Given the following data, calculate the value of the ending inventory applying the rules pertaining to lower of cost or market.

Product	Units on Hand	Per Unit Cost	Value Market
A	20	\$12	\$14
B	30	\$24	\$23
C	25	\$30	\$31