

**Chapter 12 : Q. 17 - Page 151 :**

**Query :** How to calculate Total OH Variance?

**Solution :**

Good question. The printed solution doesn't have this answer. However, it has very logical answer as follows :

$$\begin{aligned}\text{Total OH Variance} &= \text{Variable OH Cost Variance} + \text{Fixed OH Cost Variance.} \\ &= 11,200 \text{ (A)} + 750 \text{ (F)} = 10,450 \text{ (A)}\end{aligned}$$