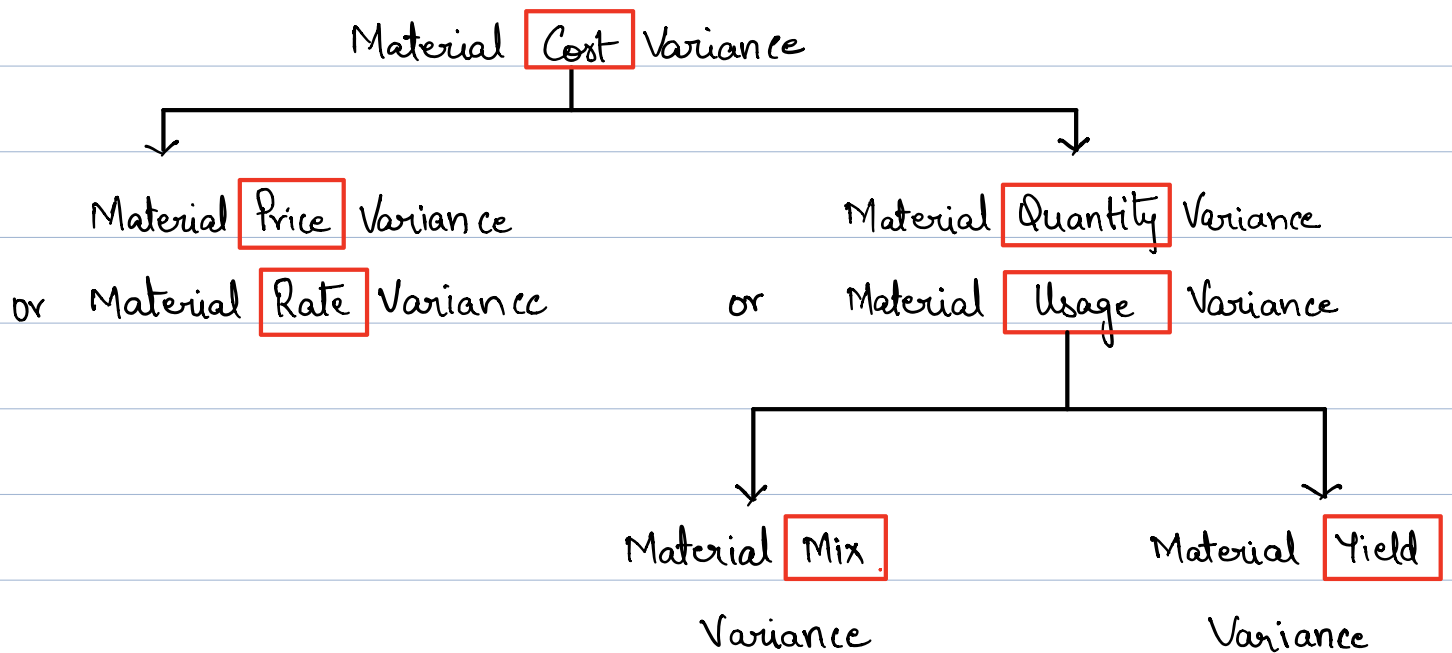


MATERIAL VARIANCES

TYPES



CALCULATION

①	②	③
$SQ \times SR$	$AQ \times SR$	$AQ \times AR$
$\times \times \times$	$\times \times \times$	$\times \times \times$
Material Quantity Variance ① - ②	Material Price Variance ② - ③	
Material Cost Variance ① - ③		

where ,

SQ = Standard quantity of Raw Material required for actual output

SR = Standard Price / Rate per unit of raw material

AQ = Actual quantity of Raw Material used

AR = Actual Price / Rate per unit of raw material