

CIMA P2 – Advanced Management Accounting

Exam practice kit: FOR EXAMS IN 2019

Errata sheet: November 2019

| Question | Details of error and changes to be made |
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| 1.15 | The requirement should refer to inspection costs. |
| 7.20 | The solution to this question should include the purchase cost of \$2, which increases the cost per unit from \$3.2 to \$5.2 and increases the price to $\$5.2 / 0.8 = \6.5 . The correct answer is therefore \$6.5. |
| 9.4 | <p>The question should state that the \$30m asset value is an opening year value.</p> <p>The solution should add the full \$6.3m to the opening year asset base which means that the Capital charge becomes $(\\$30m + \\$6.2m) \times 13\% = 4.7$ (not 4.4 as currently stated).</p> <p>This changes the EVA from \$10.0m to \$9.7m.</p> |

