

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
1.15	The requirement should refer to inspection costs.
7.2	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>

