

MA/FMA MANAGEMENT ACCOUNTING WORKBOOK

Second edition 2022 (for exams to August 2023)

P232 Chapter 9 Process costing

Illustration 8: Opening WIP

Under Opening WIP: 50 units, it should say:

Raw materials	100%	Complete	\$400
Labour	60%	Complete	\$180
Overheads	30%	Complete	\$30
			\$610

P283 Chapter 11 Setting budgets

Illustration 2: Preparation of a cash budget

Under additional information, it should say:

(4) The opening balance at the beginning of April is \$750

P315-316 Chapter 13 Project appraisal

The second sentence under the EAR key term is incorrect and should be deleted as APR is not on the syllabus:

~~The non-annual compounding interest rate can be converted into an effective annual rate of interest. This is also known as the APR (annual percentage rate) which lenders such as banks and credit companies are required to disclose.~~

In the nominal rate key term, the second sentence should be deleted:

~~The corresponding effective rate of interest is the annual percentage rate (APR) (sometimes called the compound annual rate, CAR).~~

Part of the following sentence should also be deleted:

We can, however, also work out the effective rate ~~(APR or CAR)~~.