

CIMA BA1 – Fundamentals of Business Economics

Exam practice kit: 1st edition 2016

Errata sheet: February 2017

Page	Question	Details of error and changes to be made
10	2.15	The answer should be \$7.45m not \$9.45m because the profits that ordinary shareholders will receive will be after preference dividends of \$2m. So, the company is currently generating \$7.45m ($\$18.0m - \$2m - \$8.55m$) more than the minimum amount it needs in order to satisfy its equity shareholders.
41	10.10	In the final row of the table it should say 34,000 instead of 36,000.