

ACCA F5, Performance Management

Study Text – Ninth edition January 2016

Errata sheet: April 2016

Chapter	Page	Section ref	Details of error and changes to be made
2b	36	5.2	(b) should say 'variability/ heterogeneity ' rather than 'variability/homogeneity'
2d	64	Quick Quiz Question 4	Incorrect answer given to question 4. The answer should be: C Material costs as throughput.
2e	70	Section 2.1	Typo in the final line of the second paragraph. It should read: 'Any difference between the amount input and the eventual output is 'residual', which is called 'waste'.'
5	131	Example 2.1.2	Typo in the final line of the question. It should read: 'What is the price elasticity of demand between prices of \$1.20 and \$1.30 per unit?'
5	150	5.2.1	The question and answer should say 'profit mark-up' rather than 'profit margin'
Question Bank Q49			The question should say 'At the beginning of September , a new competitor entered the market...'
Question Bank			The question should say: Why might it be argued that, in a total quality management environment, variance analysis from a

Chapter	Page	Section ref	Details of error and changes to be made
		Q51	<p>standard costing system is redundant?</p> <ol style="list-style-type: none">(1) For standard costing to be useful for control purposes, it requires a reasonably stable environment(2) The ethos behind a system of standard costing is that performance is satisfactory if it meets predetermined standards(3) The control aspect of standard costing systems is achieved by making individual managers responsible for the variances relating to their part of the organisation' s activities.(4) Standard costs are set based on ideal standards rather than attainable ones <p>A 1 only</p> <p>B 2 and 4 only</p> <p>C 3 only</p> <p>D 1, 2 and 3 only</p>