

COURSE BOOK

11/2016

Chapter 3 Activity 1 page 62

The definition of capital cash flows reads as follows

"Discretionary payments and receipts that do not have to be made."

It should read

"Cash flows related to an organisations non-current assets or its long-term funding"

Chapter 4 Test Your Knowledge page 240

The purchases of materials shows the following table

	£
September	172,800
October	163,200
November	178,800
December	175,200

The above refers to the month of production, not purchase. Therefore the production overheads should be expressed as 40% of the materials used, not purchased.