

Errata

Cash Management Tutorial

Page 158: The bracketed section in the second paragraph under solution 1 should read, '(in this case $£500,000 \times 2\% \div 12 = £833.33$)'.

Page 183, Answer 4.6 (a)

	£
Budgeted closing bank balance	15,058
Shortfall in receipts from receivables	-3,804
Surplus in cash sales	+1,440
Increase in payments to payables	-2,173
Decrease in cash purchases	+150
Increase in capital expenditure	-32,000
Increase in wages and salaries	-400
Decrease in general expenses	+2,036
Actual closing bank balance	-19,693

The following errors were corrected in the March 2011 reprint of this text:

Page 6: The first diagram shown should be labelled Example 2, not Example 1.

Page 143: the figure for the loan amount for the interest calculation should be £30,000.

Page 145: Case Study Solution - the Plan A total cost should be £10,500.

Page 145: In Plan B the figure £170,00 should be written as £170,000.

Page 185 Answer to 6.6 (a), Option 2: the arrangement fee should be £1,800 and not £1,080; the total cost should be £12,600; this will not affect the choice of Option 1.