Additional guidelines for Assignment 1 Semester 1:

NB: It is very important that students study/go through the Study Units (in MO001) relating to the Assignment before attempting the assignment questions (this approach is further emphasised in the Tutorial Letter 101, paragraph 8, page 13). Assignment questions must be seen as an opportunity to self-assess your understanding of the key concepts and principles of the module with the aim of identifying areas that still needs your attention in preparations for the final examination.

This additional guidelines will be updated as and when it is necessary.

Questions 1 and 2

The rounding of the manufacturing cost per unit should be to the nearest rand.

Please take note: The "Manufacturing cost" are "Total Manufacturing cost" for each of the past six months.

Questions 3 and 4

Please carefully read: Drury 9th edition page 654 OR 8th edition page 634, thereafter ensure that your calculations for "holding cost per unit" takes into consideration the items covered in these pages.

Also make sure you revise the formulas given in MO001 page 12.

Questions 5 to 8

For "Stores receiving" (R195 000) please use the "Number of requisitions raised" as the Cost driver.

Questions 9 to 20

Please carefully follow the hints and instructions given in these questions.