



Worksheet 1: How to answer the question answers

- 1 Evaluate the principles which could influence the successful operation of Just-In-Time (JIT) inventory management.

What are you making a judgement about?

What should the first sentence of your conclusion be?

Which principle is most likely to influence the successful operation of JIT or whether the principles are more likely to have a positive or a negative effect on the successful operation of JIT.

- 2 Discuss how marginal costing could be useful for a business decision to make or buy a product.

What are you making a judgement about?

What should the first sentence of your conclusion be?

Whether marginal costing is useful (or not) for a business decision on making or buying a product.

- 3 Advise the directors which option (Option 1 – Accept orders of customer A, B and C, Option 2 – Accept orders of customer A and B only) they should choose.

What are you making a judgement about?

What should the first sentence of your conclusion be?

Whether Option 1 or Option 2 is more beneficial for the business or which option is more beneficial looking at the business's profitability/revenue.

- 4 Advise the directors whether Z Limited should purchase the machine to manufacture the new product.

What are you making a judgement about?

What should the first sentence of your conclusion be?

Whether the purchase of the machine is useful (or not) for manufacturing the new product.

- 5 Explain why the finance director rejected Sarah's proposal to recruit Jenna.

What are you making a judgement about?

What should the first sentence of your conclusion be?

Whether appointing Jenna is beneficial (or not) for the business.



6 Suggest two ways in which X Soc could increase its income.

What are you making a judgement about?

What should the first sentence of your conclusion be?

Which of the two ways could be used to increase X Soc's income?

7 Discuss the Directors' decision to issue the debenture to fund the planned expansion.

What are you making a judgement about?

What should the first sentence of your conclusion be?

Whether the directors' decision to issue debentures is beneficial (or not) for the business to fund the planned expansion.