

3 (a) Using the data in Table 1.3, calculate the payback period for PPP's proposed new machine.

..... [2]

[2]

(b) Using the data in Table 1.3, calculate the accounting rate of return (ARR) for PPP's proposed new machine.

..... [2]

[2]

(c) Evaluate whether PPP should invest in the new machine.

This image shows a full page of white paper with horizontal dashed lines, typical of primary school handwriting practice paper. The lines are evenly spaced and run across the entire width of the page. There are no margins, text, or other markings present.

①

..... [12]

[12]

②