

3 (a) Using the data in Table 1.2, calculate the payback period of the country C location.

[2]

[2]

(b) Using the data in Table 1.3, calculate the accounting rate of return (ARR) of the country D location.

..... [2]

[2]

(c) Evaluate which location KTJ should choose for its new factory.

[illegible]

..... [12]

[12]