	Yalla -
	Lised Acets - Equipment
\Rightarrow	RATIO ANALYSIS
	n Thinne The minute
	Profitability Ratios
•	Net Profit margin (NPH) = Net Profit × 100
3	(ideal - 10-151.)
. 0.00	on the state of th
200	Gross profit margin (GPH) = Gross Profit x 100
	lideal - 20-25%) Psales
short &	s month term liability - (reditors
32 (.)	Return on capital Employed = Net Profit X 100. (ROCE) Capital
	(ideal - 15:1.) (ROCE) Capital
<u>→</u> `	Liquidity Ratios Hassen 1911
	O - La Company Area la
	current Ratio = Current Assetstance 1914
	Short term liability
balance sheet	Below 1:25 (alaming point)
3	Above 1:75 (capital remains unused) or 1911
ala la	MIDOVE 1. 15 MARILA MENTO 10 TO DESCRIPTION
-0	Acid test /Quick Rano = current assets - stoks
	3 deal - 101 miles Short term liability. (stocks are least liquid here)
	Below 1.25 - threat. (stocks are least liquid here)
-	Gearing Ratio = long term wan x100.
	(Ideal 50%) capital
	It its below 50%, the business might explore for wars
	The its above 50%, banks wrn't give more bans now its ideal by it increases ant. of interest scanned with CamScanner

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