Assignment-10 Define Cash Conversion cycle The Cash Conversion Cycle [ccc] is a metric that measures the length of time it talks for a company to sell its inventory, collect account receivable, and pay its accounts payable 14's a key indicator of a Company's effectionay in managines ets working Capital and Cash flow. ccc = DIO(+)DSO. (=) DPO Days Inventory Outstanding (D10): The average number of days it takes to sell Inventory. Days Sales Outstanding (DSO): The average number of days it takes to collect payment after a Sall.

Days Payables Outstanding (DPO): The overage number of days a Company takes to pay its suppliers A lower CCC means the company 23 obte to recover 245 cash more quick while a higher ccc indicates that the Company ?3 taking longer to Convert ets resources into carsh to go by holding of property L. Mor short have all prist of sent has a significant it will Drawly of facts and onthe any to light of the droiter of their 6 3 Aroll of all was shorter. Justin & range not love short