

**19** The following information is available for the year ended 31 December 2018.

	\$
revenue	800 000
cost of sales	(175 000)
gross profit	625 000
distribution costs	(95 000)
administrative expenses	(35 000)
profit from operations	495 000
finance costs	(5 000)
profit for the year	490 000

What was the operating expenses to revenue ratio?

- A** 16.25%      **B** 16.88%      **C** 21.88%      **D** 38.13%

**20** On 1 January 2018 a business expected to have sales for the year ended 31 December 2018 of \$450 000.

Its non-current assets at that date were \$306 000.

On 1 July 2018 it purchased new machinery at a cost of \$180 000, in order to increase its sales by an extra \$20 000 each month.

What was the rate of non-current asset turnover in 2018? (Ignore depreciation.)

- A** 1.17 times  
**B** 1.42 times  
**C** 1.44 times  
**D** 1.74 times