

19 A company provides the following information.

	\$
profit from operations	16 000
finance costs	4 000
ordinary share capital (\$1 shares)	50 000
non-current liabilities	4 000
retained earnings	20 000

What is the return on capital employed?

- A** 16.22% **B** 17.14% **C** 21.62% **D** 22.86%

20 The following financial information is available for a business. All purchases and sales are made on credit.

	\$
purchases	121 980
revenue	209 980
trade payables	45 448
trade receivables	28 765

What is the average collection period?

- A** 50 days **B** 79 days **C** 86 days **D** 136 days

21 How are stepped costs best described?

- A** costs that are always variable
B costs that have both a fixed and variable element
C fixed costs that are always the same amount at any level of output
D fixed costs which increase in total once a certain level of output is reached