

**23** The following information has been calculated from the accounts of a business.

days taken to pay creditors	36
days taken by debtors to pay	65
stock turnover in days	14

What is the cash operating cycle?

- A** 15 days      **B** 29 days      **C** 43 days      **D** 79 days

**24** The following information is given for a business at 31 December 2004.

current ratio	3.6 : 1
	\$
average stock	12 000
debtors	4 000
creditors	5 000

What was the value of stock at 1 January 2004?

- A** \$9400      **B** \$10 000      **C** \$12 000      **D** \$14 000

**25** A particular cost is classified as 'semi-variable'.

Which effect will a 20 % reduction in activity have on the unit cost?

- A** decrease by 20 %  
**B** decrease by less than 20 %  
**C** increase by 20 %  
**D** increase by less than 20 %