

**18** The trade receivables turnover ratio figures for two companies are shown.

| company | turnover in days |
|---------|------------------|
| X       | 45               |
| Y       | 55               |

What does this indicate about company Y?

- A** It has higher levels of trade receivables than X.
- B** It has higher liquidity than X.
- C** It is less efficient in managing its receivables than X.
- D** It offers less credit to its customers than X.

**19** In 2019 a company's non-current asset turnover ratio was  $\frac{\$20200}{\$5100} = 3.96$  times.

During 2020 the following took place.

- 1 Net revenue was unchanged.
- 2 Discount allowed increased by \$400.
- 3 Depreciation was \$1000.
- 4 Purchases of non-current assets amounted to \$1300.

What was the non-current asset turnover ratio in 2020?

- A** 3.09 times
- B** 3.16 times
- C** 3.67 times
- D** 3.74 times

**20** Which statements are correct?

- 1 Fixed cost per unit changes with a change in the level of production.
- 2 Variable cost per unit changes with a change in the level of production.
- 3 Total fixed costs are unchanged within a given range of production.
- 4 Total variable costs are unchanged within a given range of production.

- A** 1 and 2      **B** 1 and 3      **C** 2 and 3      **D** 2 and 4