

26 The following information is given for a business.

	\$	\$
Sales		650 000
Less cost of sales		
Stock 1 January	19 000	
Purchases	<u>508 000</u>	
	527 000	
Stock 31 December	<u>25 000</u>	<u>502 000</u>
Gross Profit		148 000

Stock turnover 16 days

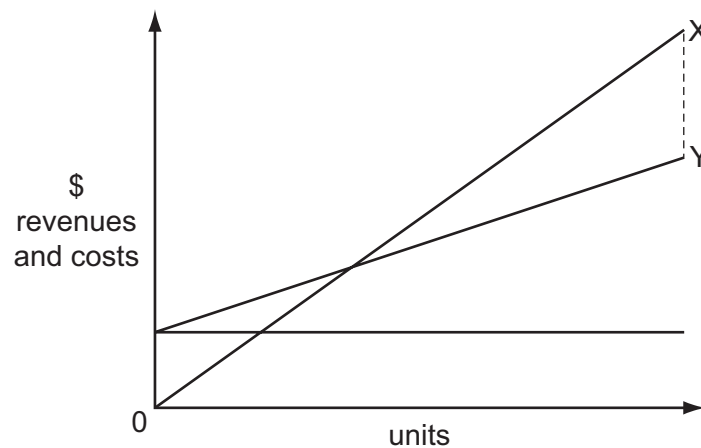
Debtors 31 December \$48 082

Creditors 31 December \$44 537

What is the working capital cycle?

- A** 11 days      **B** 21 days      **C** 43 days      **D** 75 days

27 What does the line between points X and Y on the break-even chart represent?



- A** total costs  
**B** total gross profit  
**C** total net profit  
**D** total variable costs