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Credit control (CRDC) study support webinar

Helping you achieve success

Wednesday 18 June

External sources of information

- 1.
- 2.
- 3.
- 4.
- 5.
- 6.

Ratio calculations

Ratio	2014

Financial information for XYZ Ltd

XYZ Ltd

Statement of profit or loss

Year ended 31 March	2014	2013
	£	£
Sales revenue	220,000	150,000
Cost of sales	<u>167,200</u>	<u>108,000</u>
Gross profit	52,800	42,000
Operating expenses	<u>48,048</u>	<u>19,500</u>
Profit from operations	4,752	22,500
Finance charges	<u>2,025</u>	<u>450</u>
Profit before taxation	2,727	22,050
Taxation	<u>545</u>	<u>4,400</u>
Profit for the year	<u><u>2,182</u></u>	<u><u>17,650</u></u>

XYZ Ltd

Statement of financial position

Year ended 31 March	2014	2013
	£	£
Non-current assets		
Tangible assets	100,520	80,000
Current assets		
Inventory	36,642	18,345
Trade receivables	30,740	14,795
Cash	<u>100</u>	<u>3,350</u>
	<u>67,482</u>	<u>36,490</u>
	<u><u>168,002</u></u>	<u><u>116,490</u></u>
Equity		
Share capital	60,000	60,000
Retained earnings	<u>20,957</u>	<u>18,775</u>
Shareholders' funds	<u>80,957</u>	<u>78,775</u>
Non-current liabilities		
Long term loan	45,000	20,000
Current liabilities		
Bank overdraft	15,000	0
Trade payables	26,500	13,315
Taxation	<u>545</u>	<u>4,400</u>
	<u>42,045</u>	<u>17,715</u>
	<u><u>168,002</u></u>	<u><u>116,490</u></u>

Student activity

	2014 Score	2013 Score
Operating profit %		
Interest cover		
Current ratio		
Gearing		
Total score		
Result		