

Cost of Revenue from Operations

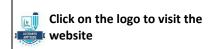
Session 2023-24 Sample

Q-32



Current Assets Current Ratio Current Liabilities 8,00,000 2 **Current Liabilities** So, Current Liabilities Rs. 4,00,000 = Liquid Assets Liquid Ratio **Current Liabilities Liquid Assets** 1.5 4,00,000 So, Liquid Assets Rs. 6,00,000 Current Assets - Liquid Assets Inventory 8,00,000 - 6,00,000Rs. 2,00,000 Cost of Revenue From Operations Inventory Turnover Ratio = **Average Inventory Cost of Revenue From Operations** 6 2,00,000

Rs. 12,00,000



Session 2023-24 Sample

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Gross Profit
                                      25% of Cost i.e ₹ 3,00,000
                                       Cost of Revenue from Operations + Gross Profit
Revenue From Operations
                                       12,00,000 + 3,00,000
                                =
                                      Rs. 15,00,000
                                                         Debt
             Debt to Capital employed ratio
      a)
                                                    Capital Employed
                                                         7,50,000
                                                    (7,50,000+15,00,000)
                                                    7,50,000
                                                    22,50,000
                                                    0.33:1 or 0.33 times
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