Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**2.3.2 Liquidity**

1. Use the bullet points below to complete the statement of financial position.

* £150 000
* Share capital
* Receivables
* £55 000
* Non-current assets
* £25 000
* £72 000

|  |  |
| --- | --- |
| **Statement of financial position** | |
|  | £ |
|  | 280 000 |
| Current Assets |  |
| Stock |  |
|  | 60 000 |
| Cash and cash equivalents | 20 000 |
| Total current assets | 105 000 |
| Current liabilities |  |
| Net current assets | 50 000 |
| Non-current liabilities | 180 000 |
| Net worth |  |
|  | 78 000 |
| Retained profit |  |
| Capital employed | 150 000 |

1. Based on the statement of financial position above calculate:
   1. The current ratio
   2. The acid test ratio
   3. Working capital