Exercise : WCR computing

- The company achieved 186.7 million $ Sales and 10.4 million $ EBIT.
- Given the data provided in the balance sheet, **Compute the WCR ratios in 2018 :**
  - the WCR days

  WCR / Sales x 360
  - The DIO => days inventories ratio

  Inventories / sales x 360
  - The DSO => days sales ratio

  A/R / (sales+VAT) x 360
  - The DPO => days payables ratio

  A/P / (sales + VAT) x 360

Exercise : WCR computing

- **Solution**
- The company achieved 186.7 million $ Sales and 10.4 million $ EBIT.
- Given the data provided in the balance sheet, Compute :
  - the WCR days in 2018

WCR / Sales x 360 = 4.6 / 186.7 x 360 = 9 days

  - The DIO => days inventories ratio

Inventories / sales x 360 = 15.3 / 186.7 x 360 = 30 days

  - The DSO => days sales ratio

A/R / (sales+VAT) x 360 = 18.6 / 186.7 x 360 = 36 days

  - The DPO => days payables ratio

A/P / (sales + VAT) x 360 = 29.2 / 186.7 x 360 = 54 days