

Finance Loop Cards

Fixed Assets	Profit that is paid to shareholders.	Gross Profit Ratio	Another word for Sales Revenue is...
Dividends	$\frac{\text{Current Assets}}{\text{Current Liabilities}}$	Turnover	Money invested by owners.
Current Ratio	Suppliers you owe money to.	Share Capital	$\frac{\text{Net Profit before Tax}}{\text{Total Capital Employed}} \times 100$
Creditors	Costs that do not vary directly with output.	R.O.C.E.	The share of profits that has to be paid to the government.
Fixed Costs	Closing Balance in May.	Corporation Tax	An example of a Current Asset.
Opening Balance in June	Cash Inflow - Cash Outflow.	Debtors	Selling Price - Variable Cost
Net Cash Flow	$\frac{\text{Long Term Liabilities}}{\text{Share Capital}} \times 100$	Contribution	The sale of "Bad Debt," to another company.
Gearing Ratio	Profit that is kept to reinvest in the business	Debt Factoring	$\frac{\text{Current Assets} - \text{Stocks}}{\text{Current Liabilities}}$
Retained Profit	A long term loan, used to buy property.	Acid Test Ratio	Debtors, Stock and Cash are examples of...
Mortgage	$\frac{\text{Net Profit}}{\text{Revenue}} \times 100$	Current Assets	Same as Net Asset.
Net Profit Ratio	Actual Output - Break Even Point	Total Capital Employed	$\frac{\text{Fixed Cost}}{\text{Contribution}}$
Margin of Safety	$\frac{\text{Gross Profit}}{\text{Revenue}} \times 100$	Break Even Point	Assets a firm will keep for longer than one year.