

14. Refer to the information above. What is the capital turnover for Mayo, Inc.?
- A) 32%.
  - B) 48%.
  - C) 64%.
  - D) 84%.
15. Simon Stores has sales of \$820,000, cost of sales of \$340,000, and operating expenses of \$152,000. What is Simon's return on sales?
- A) 58.5%.
  - B) 41.5%.
  - C) 60%.
  - D) 40%.
16. Delmar Company's ROI is 10% and its return on sales is 30%. What is its capital turnover?
- A) 3%.
  - B) 33 1/3%.
  - C) 300%.
  - D) Some other percentage.
17. Belair Company has a ROI of 15% and a capital turnover of 20%. What is its return on sales?
- A) 133%.
  - B) 75%.
  - C) 60%.
  - D) Some other percentage.
18. Calculate the residual income assuming the following information:
- |                            |           |
|----------------------------|-----------|
| operating earnings.        | \$200,000 |
| minimum acceptable return. | 12%       |
| invested capital.          | 1,000,000 |
- A) \$120,000.
  - B) \$100,000.
  - C) \$80,000.
  - D) \$60,000.