Use the financial information below to calculate and interpret the following ratios: A) Capital acquisitions ratio. B) Quality of income ratio

Sale revenue $159,131

Cost of goods sold 64,360

Gross Profit 94,771

Selling, general and administrative expenses 8,800

Depreciation 2,585

Total Operating Expense 11,385

Operating Income 83,386

Interest Expense 2,847

Net income before taxes 80,539

Income tax expense 3,414

Net income $77,125

Cash used for interest payments $2,847

Cash used for income tax payments $3,414

Net Income $77,125

Add depreciation 6,585

Add the decrease in accounts receivables 4,860

Add the decrease in inventory 367

Subtract the increase in prepaid expenses (650)

Subtract the decrease in accounts payable (1,202)

Net cash provided by (used for) operating activities $87,085

Cash provided by sale of property, plant and equipment $1,165

Cash provided by sale of short-term investments 1,393

Cash used for purchases of property, plant and equipment (8,950)

Cash used for purchases of short-term investments (778)

Net cash provided by (used for) investing activities ($7,170)

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