1. The following is an extract from ABP’s Statement of Income for Year Ending 30th April 2013. Extracts CNY million

Total Revenues 50 017

Cost of Sales (25 225)

Gross Profit 24 792

Expenses (8 372)

Profit for the year 16 420

(a) Using the above information, calculate ABP’s profit for the year margin. (4)

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1. The following is an extract from Hummingbird Bakery’s statement of comprehensive income for the year ending 30th June 2013. Extracts £

Revenue 5 536 614

Cost of sales (950 406)

Gross profit 4 586 208

Other operating expenses (4 612 839)

(Loss)/Profit for the year (26 631)

1. Calculate Hummingbird Bakery’s gross profit margin. (Show your working) (4)

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1. In the year to 29 December 2011, the UK sandwich chain Pret A Manger experienced an increase in sales revenue of 15% to £377 million. Operating profits during the same period increased by 14% to £52.7 million.  
   This shows that over this period
2. costs must have increased by 1%
3. the operating profit margin was 14%
4. the operating profit margin fell by 1%
5. gross profits were £324.3 million

Answer

(b) Explain your answer (show your workings). (3)

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1. Tony Bates is a self-employed painter and decorator based in Nottingham. Below is an extract from his Profit and Loss Account, period ending 31 December 2011.  
   What was Tony’s operating profit margin? (1)

Sales 120 000  
Cost of sales 30 000  
Gross Profit 90 000  
Expenses 50 000

1. 75%
2. 33.3%
3. 25%
4. £40,000

Answer

(b) Explain your answer (show your workings). (3)

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