

The director of Donny Co is reviewing the performance of its division.

The following information is available for the year ending 31 March 20X9 for its South division.

	South division
	\$
Sales	50,000
Operating profit	700
Capital employed	3,500

South division operates in the food retail industry. The total food retail industry sales for the year ending 31 March 20X9 were \$1,250,000.

Task 1

Calculate the following performance measures for South division.

Return on investment %

Return on sales (to one decimal place) %

Asset turnover (to nearest whole number) times

Residual income (using an imputed charge of 12% per annum) \$

Market share %