

REVIEW PROBLEM 6.1

The following information for Gold Ltd is available:

	31 December 2015	31 December 2014
Inventory of goods for resale	€15,000	€12,000
Trade receivables	€150,000	€130,000
Trade payables	€75,000	€55,000
Revenue	€400,000	€350,000
Cost of sales	€250,000	€200,000

Required: Calculate the firm's Operating Cash Cycle for 2015.

