







2 (a) Refer to Table 3. Calculate the 2020:

(i) dividend yield ratio

.....  
.....  
.....  
.....  
.....  
..... [2]

(ii) dividend cover ratio

.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
..... [3]

(iii) return on capital employed (ROCE).

.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
..... [3]





3 Evaluate whether the introduction of lean production techniques will be sufficient to improve efficiency at WSC.

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

A series of horizontal dotted lines for writing.



.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....

4 (a) Refer to Table 2. Calculate, for the ready meals project, the forecast:

(i) payback period

.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
..... [3]

(ii) net present value (NPV).

.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
..... [3]







.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....  
.....

Section B

Answer **one** question from this section.

- 6 Evaluate whether the information in Appendix 1 is sufficient for the directors of WSC to make the strategic choice between Option A and Option B.
  
- 7 Evaluate the importance to WSC of effective corporate planning if Option A is chosen.

Write the question number here: .....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....









**BLANK PAGE**

---

Permission to reproduce items where third-party owned material protected by copyright is included has been sought and cleared where possible. Every reasonable effort has been made by the publisher (UCLES) to trace copyright holders, but if any items requiring clearance have unwittingly been included, the publisher will be pleased to make amends at the earliest possible opportunity.

To avoid the issue of disclosure of answer-related information to candidates, all copyright acknowledgements are reproduced online in the Cambridge Assessment International Education Copyright Acknowledgements Booklet. This is produced for each series of examinations and is freely available to download at [www.cambridgeinternational.org](http://www.cambridgeinternational.org) after the live examination series.

Cambridge Assessment International Education is part of the Cambridge Assessment Group. Cambridge Assessment is the brand name of the University of Cambridge Local Examinations Syndicate (UCLES), which itself is a department of the University of Cambridge.