

YEAR 12 – Business

WEEK 31 (Term 2) (18th April 2021 to 22nd April 2021)

Zoom link for the class will be shared on the Google classroom.

Topic 35: Liquidity

Learning Objectives: to be able to

- Understand the key information of the statement of financial position
- Explain the meaning of working capital and its importance
- Understand how to measure liquidity of a business
- Analyse ways a business can use to improve its liquidity

Lesson Outcome:

- Use the information of financial position for calculating liquidity ration
- Analyse why it's important to have adequate amount of working capital
- Calculate current and acid test ratio and comment on the liquidity of a business.
- Explore various ways to improve liquidity

Wednesday 1st and 2nd lesson
(Zoom meeting details to be sent to students via Google classroom)

Resources:-Text book, PPT, Worksheet

Teacher's Activity: Teacher to introduce students with the requirements of the business to prepare financial statement and discuss the key items of the statement of financial position and explain how to calculate current and Acid Test Ratio.

Student-led activity:

Solve question 1 and question 2 given on page 198