

## Statement 6 : Selected Financial Ratios - Selected Foreign Direct Investment Companies Country-Wise, 1992-93 to 1994-95-

(Per cent)						
SELECTED FINANCIAL RATIOS	U.K. (65)			U.S.A. (43)		
	1992-93	1993-94	1994-95	1992-93	1993-94	1994-95
1	2	3	4	5	6	7
<b>A. Capital structure ratios</b>						
1. Net fixed assets to total net assets	31.9	35.1	33.0	30.9	27.8	24.9
2. Net worth to total net assets	36.9	42.1	45.0	42.5	45.8	44.4
3. Debt to equity	51.2	39.1	27.6	32.3	26.4	23.2
4. Debt to equity (equity adjusted for revaluation reserve)	64.5	50.0	33.0	37.2	28.9	24.6
5. Short term bank borrowings to inventories	54.9	52.6	64.1	39.2	25.4	29.8
6. Total outside liabilities to net worth	170.9	137.5	122.4	135.3	118.5	125.1
<b>B. Liquidity ratios</b>						
7. Current assets to current liabilities *	1.4	1.4	1.5	1.5	1.5	1.5
8. Quick assets to current liabilities	57.3	56.3	61.9	60.3	65.4	64.5
9. Current assets to total net assets	64.0	59.3	62.4	65.0	64.9	68.1
10. Sundry creditors to current assets	27.2	27.5	26.3	25.8	27.0	29.4
11. Sundry creditors to net working capital	87.6	91.3	82.9	78.0	76.1	86.7
<b>C. Assets utilization and turnover ratios</b>						
12. Sales to total net assets	106.3	106.0	98.0	122.7	128.6	124.3
13. Sales to gross fixed assets	213.1	205.1	202.4	205.6	230.8	247.2
14. Inventories to sales	25.0	21.4	21.7	22.9	20.4	21.5
15. Sundry debtors to sales	17.4	17.1	19.3	17.2	17.2	16.2
16. Exports to sales	12.7	13.9	12.1	8.6	9.9	9.9
17. Gross value added to gross fixed assets	55.1	52.0	51.0	49.9	52.7	56.4
18. Raw materials consumed to value of production	51.7	51.0	51.0	57.7	56.2	57.1
<b>D. Sources and uses of funds ratios @</b>						
19. Gross fixed assets formation to total uses of funds		46.2	30.2		23.7	22.2
20. Gross capital formation to total uses of funds		49.6	44.2		35.0	47.9
21. External sources of funds to total sources of funds		59.7	69.7		45.3	61.2
22. Increase in bank borrowings to total external sources		- 4.7	30.8		- 42.1	21.1
23. Gross savings to gross capital formation		75.8	73.0		139.9	83.3
<b>E. Profitability and profit allocation ratios</b>						
24. Gross profits to total net assets	15.4	15.0	14.4	17.8	18.3	18.1
25. Gross profits to sales	14.5	14.2	14.7	14.5	14.2	14.5
26. Profits after tax to net worth	14.5	15.0	16.9	16.9	18.9	21.7
27. Tax provision to profits before tax	44.9	41.4	35.8	45.4	42.4	39.4
28. Profits retained to profits after tax	51.0	54.0	59.0	53.0	52.9	54.0
29. Dividends to net worth	7.1	6.9	6.9	7.9	8.9	10.0
30. Ordinary dividends to ordinary paid-up capital	35.9	43.9	40.3	30.7	30.8	36.8

(Per cent)						
SELECTED FINANCIAL RATIOS	Germany (26)			Switzerland (23)		
	1992-93	1993-94	1994-95	1992-93	1993-94	1994-95
1	8	9	10	11	12	13
<b>A. Capital structure ratios</b>						

1.	Net fixed assets to total net assets	39.2	37.2	32.4	42.4	44.9	41.0
2.	Net worth to total net assets	41.1	45.2	44.7	37.7	42.9	51.5
3.	Debt to equity	54.3	39.4	28.7	65.6	45.2	25.5
4.	Debt to equity (equity adjusted for revaluation reserve)	62.8	44.5	31.3	67.5	46.2	26.5
5.	Short term bank borrowings to inventories	33.4	17.3	28.6	42.3	46.5	34.8
6.	Total outside liabilities to net worth	143.5	121.4	123.5	165.0	133.2	94.2
<b>B.</b>	<b>Liquidity ratios</b>						
7.	Current assets to current liabilities *	1.6	1.6	1.5	1.4	1.4	1.5
8.	Quick assets to current liabilities	67.0	69.7	63.9	51.2	43.0	45.0
9.	Current assets to total net assets	57.6	58.6	63.3	53.7	51.9	53.7
10.	Sundry creditors to current assets	29.8	33.4	33.3	22.0	21.6	21.4
11.	Sundry creditors to net working capital	81.7	90.4	100.2	72.7	78.7	62.4
<b>C.</b>	<b>Assets utilization and turnover ratios</b>						
12.	Sales to total net assets	114.5	125.9	119.9	78.0	78.2	71.7
13.	Sales to gross fixed assets	142.4	151.9	160.2	119.8	113.2	112.6
14.	Inventories to sales	23.2	20.7	23.1	26.3	23.7	25.2
15.	Sundry debtors to sales	17.7	15.3	13.3	16.4	14.8	15.7
16.	Exports to sales	7.5	6.2	7.2	4.5	4.5	6.7
17.	Gross value added to gross fixed assets	39.0	42.3	42.2	34.7	31.1	30.8
18.	Raw materials consumed to value of production	52.4	51.2	53.4	48.2	47.7	49.0
<b>D.</b>	<b>Sources and uses of funds ratios @</b>						
19.	Gross fixed assets formation to total uses of funds		56.6	30.8		78.3	34.5
20.	Gross capital formation to total uses of funds		64.6	58.1		77.6	48.3
21.	External sources of funds to total sources of funds		10.5	55.2		37.3	46.5
22.	Increase in bank borrowings to total external sources		- 290.5	36.0		34.7	- 17.6
23.	Gross savings to gross capital formation		135.2	74.4		81.5	107.0
<b>E.</b>	<b>Profitability and profit allocation ratios</b>						
24.	Gross profits to total net assets	13.6	15.7	14.3	11.5	11.8	10.9
25.	Gross profits to sales	11.9	12.5	11.9	14.8	15.1	15.2
26.	Profits after tax to net worth	10.3	12.9	14.1	15.0	13.8	18.8
27.	Tax provision to profits before tax	48.5	49.1	43.4	32.6	33.5	21.6
28.	Profits retained to profits after tax	63.4	66.5	71.0	75.8	72.3	80.9
29.	Dividends to net worth	3.8	4.3	4.1	3.6	3.8	3.6
30.	Ordinary dividends to ordinary paid-up capital	20.5	25.2	26.6	16.3	19.1	21.4

(Per cent)

SELECTED FINANCIAL RATIOS	Japan (20)			Sweden (3)		
	1992-93	1993-94	1994-95	1992-93	1993-94	1994-95
1	14	15	16	17	18	19
<b>A. Capital structure ratios</b>						
1. Net fixed assets to total net assets	40.1	41.7	39.1	53.2	51.6	46.9
2. Net worth to total net assets	29.4	32.3	34.0	30.1	31.9	37.2
3. Debt to equity	88.1	75.9	57.6	141.1	129.9	98.7
4. Debt to equity (equity adjusted for revaluation reserve)	91.8	78.4	58.9	141.1	129.9	98.7
5. Short term bank borrowings to inventories	39.5	35.1	31.5	38.0	46.4	23.1
6. Total outside liabilities to net worth	240.0	209.3	194.2	231.8	213.1	169.0
<b>B. Liquidity ratios</b>						
7. Current assets to current liabilities *	1.2	1.2	1.2	1.7	1.8	2.0

8.	Quick assets to current liabilities	48.6	46.2	44.8	70.5	71.2	77.4
9.	Current assets to total net assets	55.3	53.5	56.6	45.7	46.6	51.5
10.	Sundry creditors to current assets	31.9	31.1	30.8	22.3	24.3	21.1
11.	Sundry creditors to net working capital	166.0	160.0	170.9	55.6	56.7	42.8
<b>C.</b>	<b>Assets utilization and turnover ratios</b>						
12.	Sales to total net assets	132.4	135.7	132.6	71.1	74.1	82.5
13.	Sales to gross fixed assets	206.4	202.5	210.7	89.7	87.4	97.6
14.	Inventories to sales	19.7	17.6	19.9	31.0	29.8	27.4
15.	Sundry debtors to sales	12.1	10.6	10.1	24.5	22.4	21.7
16.	Exports to sales	7.8	8.0	6.7	2.8	4.0	3.9
17.	Gross value added to gross fixed assets	37.3	36.4	40.4	31.7	32.2	40.4
18.	Raw materials consumed to value of production	63.8	62.4	63.0	46.1	41.5	37.2
<b>D.</b>	<b>Sources and uses of funds ratios @</b>						
19.	Gross fixed assets formation to total uses of funds		65.1	39.7		97.3	39.5
20.	Gross capital formation to total uses of funds		72.2	70.0		72.8	54.3
21.	External sources of funds to total sources of funds		47.0	56.6		- 146.0	- 9.6
22.	Increase in bank borrowings to total external sources		- 3.5	14.5		#	&
23.	Gross savings to gross capital formation		72.6	60.2		339.0	194.0
<b>E.</b>	<b>Profitability and profit allocation ratios</b>						
24.	Gross profits to total net assets	12.5	13.2	14.8	10.2	9.3	17.9
25.	Gross profits to sales	9.5	9.7	11.2	14.4	12.5	21.7
26.	Profits after tax to net worth	16.9	18.6	23.2	4.7	5.8	22.0
27.	Tax provision to profits before tax	21.5	16.8	22.5	37.5	19.0	32.9
28.	Profits retained to profits after tax	72.1	76.0	80.3	44.2	38.2	76.3
29.	Dividends to net worth	4.7	4.5	4.6	2.6	3.6	5.2
30.	Ordinary dividends to ordinary paid-up capital	11.9	13.4	16.9	12.0	16.7	29.8

For footnotes, please refer to [statement 5](#).