# Management of Working Capital

## ASSESSMENT # 12

**Total Marks: 30**

**1.** Why it is important to manage working capital? (10)
Note: you will receive one mark for each well - explained point.

**2.** Quick Ratio (QR) = Liquid Assets/Current Liabilities. Why is it more important to manage quick ratio, in a time of recession, for the survival of a company? (10)

**3.** What methods can be used by a superstore to manage its working capital? (10)