

# QUESTION 1 (20.00%)

The following information is taken from the financial statements of a company:

	2019	2018
Revenue	1000	900
Cost of sales	(400)	(350)
Operating expenses	(200)	(180)
Operating profit	400	370
Finance income	10	20
Finance expense	(10)	(10)
Profit before tax	400	380
Income tax expense	(100)	(90)
Profit for the year	300	290
Dividends paid	(100)	(80)
Retained profit	200	210

  

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Required: Calculate the company's operating profit margin for 2019 and 2018. Express your answer as a percentage rounded to one decimal place.