

3 (a) Explain **four** sources of external finance a business could use.

Source 1:

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Source 2:

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Source 3:

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Source 4:

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[8]

(b) Consider why the profitability and liquidity ratios for her restaurant will be important to Jemi. Which is likely to be the most important for the success of Jemi's restaurant? Justify your answer.

Profitability ratios:

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Liquidity ratios:

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Conclusion:

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[12]