

## Investment

A company is listed on the Stock Exchange. After tax profits for the year amount to \$5 210 324. The profits are to be divided among the ordinary shareholders as a dividend.

- (a) If there were 252 000 000 shares sold, discuss the distribution of profits in relationship to dividend and yield if the last sale price on the books' closing day was \$2.57.
- (b) If you had bought 1000 shares, how much of the profit would you receive?
- (c) How does this compare with bank interest?
- (d) How does stock investment compare with bank investment?

