

Investment Ratios

Purpose: To help investors assess the returns on their investment.

Earnings per share (EPS)

Measure the amount of profit made per every share in the company.

Profit Attributable to Ordinary Share Holders / Average outstanding shares

Price earnings (P/E) ratio

The most important ratio in the stock market. It measures the market confidence in the future earning power of the business.

Market Value of Share / Earnings per Share

Dividend cover ratio

Measures the ability of the business to pay dividends out of its current profit.

Profit Attributable to Ordinary Share Holders / Dividend

Dividend yield

Allows investors to assess the income return (i.e., dividends) on their equity investment in the business.

Dividend per Share / Share Price x 100%

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