

# SYSPRO General Ledger Financial Ratios



Financial Ratios are a useful management tool that will improve your understanding of financial results and trends over time, and provide key indicators of organizational performance. Financial ratios are mathematical comparisons of financial accounts or categories. These relationships between the financial statement accounts help investors, creditors, and internal company management understand how well your organization is performing and areas needing improvement.

SYSPRO General Ledger Financial Ratios provide an at-a-glance assessment of the financial health of an organization, allowing real-time monitoring for effective decision-making. The ratios are useful for boardroom reporting, real-time performance monitoring and detailed analysis. They are part of the set of financial analysis solutions provided by SYSPRO to enable managers to forecast and perform what-if analysis on financial data.

## The benefits of General Ledger Financial Ratios

- Real-time access to key financial health information for decision-makers
- Turnover monitoring ratios for non-current asset, total asset turnover, payables, receivables and inventory
- Profitability measurement ratios, such as Net Profit Margin, Return on Assets and Return on Equity
- Drill-down capabilities (ultimately to source documents)
- Ratio Analysis Query for views of all defined financial ratios
- Liquidity measurement using Current Ratio and the Quick Ratio (a.k.a. Acid Test Ratio)
- Debt Ratio, Debt Equity, Leverage and Gearing, for measuring solvency
- Du Pont analysis for analyzing the combined

effect of operational efficiency, asset usage and leverage

- Working Capital Cycle for monitoring daily operating liquidity
- Financial Statement Query for income statement and balance sheet details for all or selected ledgers
- Real-time Financial Statement Query for summary and details of current balance sheet and income statement

## General Ledger Financial Ratios features

- Monitor efficiencies within an organization and measure the value of an organization through real-time views of liquidity and solvency
- Monitor operational effects on the balance sheet and income statement
- Compare current financial performance against previous years, budgets, investors' expectations, a competitor, or the industry average
- Measure the effectiveness of the business within a cash conversion cycle, using a combination of activity ratios
- Address investors' concerns about the ability to generate revenue and profits from investments
- Easily incorporate financial ratios in any customized pane or executive view
- Quickly and easily produce reports, in summary and detailed, including graphics

