

Ratio	Barry	Industry Average
ROA	_____	3.6%
ROE	_____	9.0%
ROIC	_____	7.5%
TIE	_____	3.0×
Debt/Total capital	_____	47.0%

ANALYSIS A firm has been experiencing low profitability in recent years. Perform an analysis of the firm's financial position using the DuPont equation. The firm has receivables but has a \$2 million sinking fund payment on its debt. The most recent industry average ratios and the firm's financial statements are as follows:

Industry Average Ratios

ratio	3×	Fixed assets turnover	6×
earned	20%	Total assets turnover	3×