

3 (a) Explain **two** reasons why working capital is important to LB.

Reason 1:

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Explanation:

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Reason 2:

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Explanation:

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[8]

(b) Using Appendix 2 and other information, consider the **three** employees that LB could make redundant. Which employee should LB choose? Justify your answer.

- Naga
- Reeta
- Amy

Naga:

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