Exercise 1 – you sell beverage with alcohol

* Gross purchase price for 1.4 CHF without VAT
* You obtain a discount of 10%
* Delivery cost 0.05CHF

Determine the selling price that we will put in our drink menu, knowing the following components:

* Markup of other operating expenses is 210%
* Net margin is 15% markup on total cost price

Exercise 2 – A restaurant buy some wine, 5 boxes of 6 bottles each.

Purchase price including VAT 22.5CHF per bottle, supplier give a 20% professional discount and delivery cost is paid by the supplier.

1. What will be the total invoice sent by our supplier?
2. How much does the restaurant will sell it know the following? (price in their menu)
   1. Markup of other operating expenses is 190%
   2. Net margin is 8% markup on total cost
   3. Need to also consider a 10% discount given to the restaurant.