

77. In respect of each trust, the manager should reasonably deduce that

- A. both trusts' dividends are covered at least 1.25 times.
- B. the price earnings ratio of trust X is 18.67.
- C. trust X's payout ratio is 1.57 times.
- D. trust Y has a dividend yield of 3.34%.

Key Option: A, B

Learning Outcome: 15.2