

## **Balance Sheet as of December 31,2012**

### **Assets**

Cash		\$200,000
Marketable securities		\$100,000
Accounts receivable		\$110,000
Inventories		\$40,000
Prepaid taxes and insurance		\$15,000
Manufacturing plant at cost	\$700,000	
Less accumulated depreciation	\$90,000	
Net fixed assets		\$800,000
Goodwill		\$18,000

### **Liabilities and shareholders' equity**

Notes payable		\$70,000
Accounts payable		\$80,000
Income taxes payable		\$65,000
Long term mortgage bonds		\$500,000
Preferred stock, 5%, \$50 par value (1500 shares)		\$75,000
Common stock, \$20 par value (15,000 shares)		\$300,000
Capital surplus		\$300,000
Retained earnings		\$80,000