CASH FLOW

Balance Sheet
Fiscal years 2012 and 2011

ASSETS

	2,012	2,011	Difference
Current Assets:			
Cash in Bank	$519,955	$368,606	151,349
Net Accounts receivables			0
(net of the allowance account)	127,615	130,244	-2,629
Inventories	873,766	588,139	285,627
Prepaid expenses	56,155	60,204	-4,049
Investment in securities (increase due to purchase of securities-available for sale)	480,991	331,694	149,297
al Current Assets	2,058,482	1,478,887	579,595
			0
Property, plant, & equipment, at cost			0
Land	82,250	103,250	-21,000
Buildings	276,263	243,250	33,013
Machinery and equipment	540,845	535,800	5,045
Automotive equipment	99,425	90,125	9,300
Office furniture and fixtures	106,433	99,775	6,658
	1,105,216	1,072,200	33,016
Less accumulated depreciation	316,661	252,239	64,422
	788,555	819,961	-31,406
TOTAL ASSETS	$2,847,037	$2,298,848	548,189

LIABILITIES AND STOCKHOLDERS' EQUITY

	2,012	2,011	Difference
Current Liabilities:			
Accounts payable	$223,161	$140,649	82,512
Accrued liabilities	219,823	191,613	28,210
Notes payable	125,000		125,000
Dividends payable	17,575	13,875	3,700
Income taxes payable	63,772	14,230	49,542
tal current liabilities	649,331	360,367	288,964
l Liabilities	649,331	360,367	288,964
Stockholders' Equity:			
Common stock, par value $100, authorized 20,000 shares, issued and outstanding 9,250 shares	925,000	925,000	0
Contributed capital in excess of par value	736,550	736,550	0
Unrealized gain<loss>on investments	6,473	4,496	1,977
Retained earnings	529,683	272,435	257,248
tal Stockholders' Equity	2,197,706	1,938,481	259,225
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	$2,847,037	$2,298,848	548,189

Income Statement
Year 2012

	2,012
sales and other revenues	$3,876,757
Cost of goods sold	1,596,800
ss margin	2,279,957
rating expenses:	
Selling, general, and administrative	1,817,457
Depreciation	64,422
	1,881,879
Operating Income	398,078
er income (expense) and adjustments:	
Interest	(27,500)
Other income	9,379
Gain on sale of fixed assets	18,638
income before federal income taxes	18,638
ision for income taxes	123,772
TOTAL INCOME	($105,134)

Requirements:
Prepare the operating sec the statement of cash flows using the indirect method.