

QUESTION

1. The following is a partial balance sheet for the ABC Company:

Account	2010	2011
Accounts receivable	100	120
Inventory	200	250
Prepaid expenses	50	75
Property, plant, and equipment	300	350
Accounts payable	150	180
Long-term debt	200	220
Common stock	100	100
Retained earnings	100	100
Total	1,000	1,115

ANSWER

1. The following is a partial balance sheet for the ABC Company: