

COACH'S BALANCE SHEET

The chief accountant for Coach & Co. provides you below with the company's 2009 Statement of Cash Flows (direct method) data and Income Statement. The accountant has asked for your help in preparing some missing figures in the company's comparative Balance Sheet.

2009 STATEMENT OF CASH FLOWS – Direct Method (all \$ in millions)	
Cash Collected from Customers	\$71
Cash Paid to Suppliers	(30)
Cash Paid for S& A Costs	(16)
Cash Paid for Income Taxes	<u>(9)</u>
NET CASH FLOW FROM OPERATING ACTIVITIES	\$16
Cash received from sale of equipment	<u>\$40</u>
NET CASH FLOW FROM INVESTING ACTIVITIES	\$40
Cash received from issue of common stock	\$10
Cash paid in dividends to common stockholders	<u>(3)</u>
NET CASH FLOW FROM FINANCING ACTIVITIES	\$7

2009 INCOME STATEMENT (all \$ in millions)	
Sales Revenue	\$80
Cost Of Goods Sold	(32)
Bad Debts Expense	(2)
Depreciation Expense	(10)
Selling & Administrative Expenses	<u>(16)</u>
Income before Taxes	\$20
Income Tax Expense	(4)
Gain on the sale of equipment (net of \$3 tax)	<u>12</u>
NET INCOME	\$28

BALANCE SHEET (all \$ in millions)	12/31/09	12/31/08
Cash	\$120	??
Accounts Receivable	??	90
less: Allowance for Doubtful Accounts	(4)	(6)
Inventory	60	??
Property, Plant & Equipment	146	200
less: Accumulated Depreciation	(40)	??
	??	??
Accounts Payable to Suppliers	\$40	\$30
Payables for Selling & Administration	??	??
Income Taxes Payable	22	??
Common Stock	??	??
Retained Earnings	??	45
	??	??

REQUIRED:

Compute the following account balances:

For 12/31/08: Cash, Inventory, Accumulated Depreciation & Income Taxes Payable

For 12/31/09: Retained Earnings & Accounts Receivable