Princeton Corporation purchased all of the stock of Stanford Corporation on July 1. Princeton paid $3,000,000 for this investment. Stanford's buildings had a fair value of $1,550,000. All other assets and liabilities of Stanford had fair values that were equivalent to their recorded amounts. Any excess acquisition differential is attributable to goodwill. The separate balance sheets of Princeton and Stanford follow. Prepare the consolidated balance sheet that would be reported to Princeton's shareholders.

PRINCETON CORPORATION
Balance Sheet
July 1, 20X5

Assets			**Liabilities**		
Current assets			**Current liabilities**		
Cash	$565,000		Accounts payable	$ 237,775	
Accounts receivable	233,789		Salaries payable	125,400	$ 363,175
Inventories	255,909	$1,054,698			
			Long-term liabilities		
Long-term investments			Loan payable		2,500,000
Investment in Stanford		3,000,000	Total liabilities		$2,863,175
Property, plant, & equipment					
Land	$378,790				
Building (net)	861,919		**Stockholders' equity**		
Equipment (net)	476,136	1,716,845	Capital stock	$2,300,000	
			Retained earnings	1,148,368	3,448,368
Intangible assets					
Patent		540,000			
Total assets		$6,311,543	Total liabilities and equity		$6,311,543

STANFORD CORPORATION
Balance Sheet
July 1, 20X5

Assets			**Liabilities**		
Current assets			**Current liabilities**		
Cash	$ 34,545		Accounts payable	$118,998	
Accounts receivable	180,800		Salaries payable	23,441	$ 142,439
Inventories	343,687	$ 559,032			
			Long-term liabilities		
			Loan payable		632,179
Property, plant, & equipment					$ 774,618
Land	$137,776				
Buildings (net)	688,099		**Stockholders' equity**		
Equipment (net)	657,887	1,483,762	Capital stock	$800,000	
			Retained earnings	468,176	1,268,176
Total assets		$2,042,794	Total liabilities and equity		$2,042,794