

B-16.06

Examine the listed business activities and decide if each is to be classified as a:

- Cash flow from operating activity
- Cash flow from investing activity
- Cash flow from financing activity
- Non-cash investing/financing activity

- (a) Issue common stock for land
- (b) Issue common stock for cash
- (c) Pay interest on loan
- (d) Sell goods for cash
- (e) Pay employee salaries
- (f) Pay dividends to common shareholders
- (g) Receive dividend on an investment
- (h) Obtain proceeds of long-term loan
- (i) Acquire treasury shares
- (j) Purchase land for cash
- (k) Buy inventory for resale