

B-08.07

Park Place Luxury Autos uses the specific identification method to value its inventory. Below is a listing of automobiles that were either in beginning inventory or acquired during the year:

<u>Automobile</u>	<u>Date Acquired</u>	<u>Cost</u>
Bentley	Beginning inventory	\$ 120,000
Rolls Royce	Beginning inventory	160,000
Cadillac	January	40,000
Lexus	March	50,000
Land Rover	June	60,000
Jaguar	July	42,000
Porsche	September	75,000
Mercedes	November	85,000
BMW	December	64,000
Inifiniti	December	39,000

Park Place uses the specific identification method. Total sales during the year were \$600,000. Automobiles in ending inventory were the Rolls Royce, Lexus, Jaguar, and BMW. Determine the ending inventory, cost of goods sold, and gross profit for Park Place.