

Weaver Corporation's stock is selling for \$16 per share. Weaver provided the following financial statements. Use these statements to prepare comprehensive ratio analysis tables similar to those illustrated in the chapter.

<b>WEAVER CORPORATION</b>		
<b>Comparative Balance Sheet</b>		
<b>December 31, 20X3 and 20X2</b>		
<b>Assets</b>	<b>20X3</b>	<b>20X2</b>
<b>Current assets</b>		
Cash	\$ 500,000	\$ 370,000
Accounts receivable	350,000	290,000
Inventories	<u>90,000</u>	<u>110,000</u>
Total current assets	<u>\$ 940,000</u>	<u>\$ 770,000</u>
<b>Property, plant, &amp; equipment</b>		
Land	\$ 200,000	\$200,000
Building	650,000	650,000
Equipment	<u>950,000</u>	<u>900,000</u>
	\$1,800,000	\$1,750,000
Less: Accumulated depreciation	<u>(365,000)</u>	<u>(325,000)</u>
Total property, plant, & equipment	<u>\$1,435,000</u>	<u>\$1,425,000</u>
Total assets	<u>\$2,375,000</u>	<u>\$2,195,000</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable	\$ 160,000	\$ 200,000
Interest payable	<u>40,000</u>	<u>30,000</u>
Total current liabilities	\$ 200,000	\$ 230,000
<b>Long-term liabilities</b>		
Long-term note payable	<u>800,000</u>	<u>700,000</u>
Total liabilities	<u>\$1,000,000</u>	<u>\$ 930,000</u>
<b>Stockholders' equity</b>		
Common stock (\$0.50 par)	\$ 100,000	\$ 100,000
Paid-in capital in excess of par	655,000	655,000
Retained earnings	<u>620,000</u>	<u>510,000</u>
Total stockholders' equity	<u>\$1,375,000</u>	<u>\$1,265,000</u>
Total liabilities and equity	<u>\$2,375,000</u>	<u>\$2,195,000</u>

**WEAVER CORPORATION**  
**Statement of Retained Earnings**  
**For the Year Ending December 31, 20X3**

Beginning retained earnings, Jan. 1		\$510,000
Plus: Net income		<u>160,000</u>
		\$670,000
Less: Dividends		<u>50,000</u>
Ending retained earnings, Dec. 31		<u><u>\$620,000</u></u>

**WEAVER CORPORATION**  
**Income Statement**  
**For the Year Ending December 31, 20X3**

<b>Revenues</b>		\$1,685,000
<b>Cost of goods sold</b>		<u>980,000</u>
<b>Gross profit</b>		\$ 705,000
<b>Operating expenses</b>		
Salaries	\$245,000	
Interest	65,000	
Depreciation	40,000	
Other operating expenses	<u>155,000</u>	<u>505,000</u>
<b>Income before income taxes</b>		\$ 200,000
<b>Less: Income taxes</b>		<u>40,000</u>
<b>Net income</b>		<u><u>\$ 160,000</u></u>