

*Fifth Edition*

**Eastern  
Economy  
Edition**

# Financial Accounting

*A Managerial Perspective*



**R. Narayanaswamy**

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FO = 560; LIFO = 605  
 ; Group = 30,920  
 ntory: 20X7 = 5,280;  
 FO = 485,000;  
 = 487,350  
 O = 22,050; LIFO = 21,830  
 O; Group = 278,096  
 and without purchase = 126,000;  
 out purchase = 87,000;  
 use = 39,000  
 ntory: 20X3 = 73,700;

- 8B.3 Goodwill: Fair value = 14,800;  
Proportionate share = 12,800
- 8B.4 Carrying amount June 30: 20X1 = 42,000;  
20X2 = 44,700
- 8C.2 Goodwill = 42,000
- 8C.3 Goodwill: Fair value = 292,000;  
Proportionate share = 184,800
- 8C.4 Carrying amount December 31: 20X1 = 48,000;  
20X2 = 54,500

**Chapter 9**

- 9A.1 (a) 589,085; (b) 1,000,000; (c) 1,172,900
- 9A.5 Investment in 20X7 = 3,492
- 9B.2 Accrued warranty expense = 5,250
- 9B.3 Proceeds = 246,895
- 9B.7 Current tax expense = 672
- 9C.2 Accrued warranty expense = 3,190
- 9C.3 Proceeds = 438,534
- 9C.7 Current tax expense = 468

**Chapter 10**

- 10A.1 Year 3 preference dividends: Cumulative preference  
shares = 4,000; Non-cumulative preference shares = 2,000
- 10A.4 EPS = 7
- 10B.2 December 10: Credit Shares Forfeited = 17,000
- 10C.2 December 23: Credit Shares Forfeited = 10,000

**Chapter 11**

- 11A.1 Recomputed profit for Shah Company = 11,700

**Chapter 12**

- 12A.1 (a) None; (f) Operating; (l) Non-cash
- 12A.2 Fees received = 21,710
- 12A.3 Net cash provided by operating activities = 7,000
- 12A.4 Net cash provided by operating activities = 9,100
- 12A.5 Net cash used in investing activities = 21,500
- 12A.6 Net cash provided by financing activities = 9,000
- 12A.7 Net cash provided by operating activities = 7,700
- 12B.1 (a) Operating; (j) None; (t) Operating
- 12B.2 Net cash provided by operating activities = 5,300
- 12B.3 Net cash provided by operating activities = 15,000
- 12B.4 Net cash provided by investing activities = 17,300
- 12B.5 Net cash provided by financing activities = 1,100
- 12C.1 (a) Operating; (f) Financing; (n) Investing
- 12C.2 Net cash provided by operating activities = 12,200
- 12C.3 Net cash provided by operating activities = 900
- 12C.4 Net cash used in investing activities = 5,500
- 12C.5 Net cash provided by financing activities = 11,500

**Chapter 13**

- 13A.1 12,600; 3,150; 2,520
- 13A.2 24,000
- 13B.2 45%; 49%
- 13B.3 Spread: 0.35%; 3.70%
- 13B.4 Spread: 1.97%; 2.78%
- 13B.5 2,494
- 13C.2 37%; 27%
- 13C.3 Spread: 6.59%; 7.02%
- 13C.4 Spread: 1.54%; 5.48%
- 13C.5 3,833

FO = 107,000;  
 = 108,900  
 O = 3,760; LIFO = 3,680  
 O;  
 and without  
 ut purchase = 337,400;  
 se = 310,100

05,000  
 4,800  
 eciation expense = 80,000;  
 n back = 177,343;  
 expense = 35,642;  
 n back = 0  
 00;

ns = 745,000  
 00,000  
 ense: SLM = 152,000;  
 = 253,333;  
 000

ear ended March 31:  
 19; 20X6 = 22,851  
 r Year 4:  
 440,000;  
 30,720,000  
 out cash flow is 1,800,000.  
 tion written back = 132,130;  
 on written back = 0  
 eserve = 200,000  
 ense: SLM = 90,000;  
 154,286;  
 000  
 ar ended March 31:  
 93; 20X8 = 14,913  
 r Year 4:  
 ,500;  
 145,500  
 ut cash flow is 2,727,500.  
 tion written back = 240,000;  
 on written back = 0  
 eserve = 400,000

2,900

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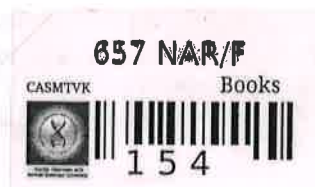
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