**NAME = IRSHAD WALI   
ID =13940**

**SUBJECT = FINANCIAL MANAGEMENT**

**SUBMITTED TO = MS MARYAM SALEEM**

**BEGALLA CORPORATION COMPARATIVE BALANCE SHEET AT DECEMBER 31(IN MILLIONS)**

|  |
| --- |
| **ASSETS 20X1 20X2 LIABILITIES 20X1 20X2** |
| Cash $4 $5 Accounts payable $8 $10  Account receivable 7 10 Note payable 5 5  Inventories 12 15 Accrued Wages 2 3  Accrued taxes 3\_\_ 2\_  Total Current assets $23 $30 Total Current liabilities $18 $20  Net fixed assets 40 40 Long-term debt 20 20  Common stock 10 10  Retained earnings 15\_ 20\_  Total assets $63 $70 Total $63 $70 |
|  |
|  |

**SYDNEY CORPORATION INCOME STATEMENT 20X2(IN MILLIONS)**

Sales $95

Cost of goods sold $50

Selling, general and administration expense 15

Depreciation 3

Interest expense 2 70

Net Profit before taxes $25

Taxes 10

Net income $15

Q1. Prepare a sources and uses of funds statement for Begalla Corporation. (12 marks)

**Sources and uses statement for Begalla corporation from December 31 20x1 to December 31, 20x2(In millions)**

|  |  |
| --- | --- |
| Sources | Uses |
| Funds provided by operation: |  |
| Net profit $15 | Dividends. $10 |
| Depreciation. 3 | Addition to fixed assets 3 |
| Increase Accrued wages 1 | Increase Account receivable 3 |
| Increase accounts payable 2 | Increase inventory 3 |
|  | Decrease Accrued Taxes 1 |
|  | Increase Cash and equivalent 1 |
| $21 | $21 |