

BALANCE SHEET TRANSACTION EXAMPLE

What impact would each of the following transactions have on the various categories of a balance sheet for the **MARKET BASIS COLUMN**?

(a) Riley harvested her apple crop. She placed \$100,000 worth of the crop in cold storage and sold \$50,000 on the fresh market. (b) She purchased a new pick-up for \$30,000. She financed \$20,000 of the purchase price with a 3-year loan from the dealer and paid cash for the remaining amount. (c) She sold 2 head of mother cows for \$400 each. Their base value was listed at \$300 per head and the market price at \$350 per head. (d) She paid her accounts payable bill at the CO-OP (\$8,000). (e) She wrote off \$1,000 depreciation on her new pickup.

Current Assets

- a)
- b)
- c)
- d)
- e)

Non-current Assets

- a)
- b)
- c)
- d)
- e)

Current Liabilities

- a)
- b)
- c)
- d)
- e)

Non-current Liabilities

- a)
- b)
- c)
- d)
- e)

Net Worth

- a)
- b)
- c)
- d)
- e)