

Topic D Practice: Analysis of Financial Ratios

Ratchaphruek Company Limited

Statement of financial

position as of December 31, 20X2

Unit: baht

	25x1	25x2
Assets (1)		
cash	180,000.00	180,000.00
debtor	680,000.00	750,000.00
inventories	1,400,000.00	1,300,000.00
prepaid expenses	30,000.00	20,000.00
prepaid tax	40,000.00	30,000.00
Total Current assets	2,330,000.00	2,280,000.00
Land, building, equipment	1,600,000.00	1,600,000.00
<u>Less</u> accumulated depreciation	900,000.00	900,000.00
long term investment	800,000.00	-
Total Non-current assets	1,500,000.00	700,000.00
Goodwill	200,000.00	200,000.00
discount on debentures	7,000.00	7,000.00
Total Other assets	207,000.00	207,000.00
total assets	4,037,000.00	3,187,000.00

Liabilities and Equity

Liabilities (2)

bills paid	450,000.00	370,000.00
creditor	150,000.00	140,000.00
Income tax payable	30,000.00	47,000.00
outstanding debts	630,000.00	500,000.00
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Total short-term liabilities	1,260,000.00	1,057,000.00
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term loan	640,000.00	400,000.00
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Total Long-Term Liabilities	640,000.00	400,000.00
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Equity (3)		
common stock	830,000.00	500,000.00
share premium	370,000.00	400,000.00
retained earnings	937,000.00	830,000.00
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total equity	2,137,000.00	1,730,000.00
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Total Liabilities and Equity	4,037,000.00	3,187,000.00
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Ratchaphruek Company Limited

Statement of

income for the period of one year ended December 31, 20X2

	Unit: baht	
	25x1	25x2
sell	4,000,000.00	4,200,000.00
cost of sales	2,700,000.00	2,600,000.00
selling expenses	900,000.00	800,000.00
financial cost (interest paid)	200,000.00	220,000.00
miscellaneous expenses	90,000.00	80,000.00
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profit before tax	110,000.00	500,000.00
20% income tax	22,000.00	100,000.00
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profit after tax	88,000.00	400,000.00

Dividend paid	10,000.00	30,000.00
Profit after dividend payment	98,000.00	370,000.00

**** Sell with 60% of sales for 1 year, 360 days ****