

**Bob's Photography, Inc.**  
Balance Sheet  
As of December 31, 2006

**Assets:**

Current assets:

Cash:	\$ 265,000
Accounts receivable	150,000
Inventory	300,000
Prepaid expenses	<u>50,000</u>
Total current assets	\$ 765,000

Long-term assets:

Land	200,000
Building	70,000
Equipment	75,000
Less: Accumulated depreciation	40,000
Long-term investments	<u>50,000</u>
Total long-term assets	<u>435,000</u>

Total assets \$1,200,000

**Liabilities:**

Current liabilities:

Accounts payable	\$ 250,000
Notes payable	150,000
Accruals payable	<u>100,000</u>
Total current liabilities	500,000

Long-term liabilities:

Notes payable	200,000
Bonds payable	<u>200,000</u>
Total long-term liabilities	<u>400,000</u>

Total liabilities 900,000

Owner's equity:

Paid-in capital	200,000
Retained earnings	<u>100,000</u>
Total owner's equity	<u>300,000</u>

Total liabilities and owner's equity \$1,200,000