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| Selected comparative financial statements of Bennington Company follow: |
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| BENNINGTON COMPANY | | | | | | | | | | | | |
| Comparative Income Statements | | | | | | | | | | | | |
| For Years Ended December 31, 2012, 2011, and 2010 | | | | | | | | | | | | |
|  |  |  | 2012 |  |  |  | 2011 |  |  |  | 2010 |  |
| Sales |  | $ | 426,423 |  |  | $ | 326,675 |  |  | $ | 226,700 |  |
| Cost of goods sold |  |  | 256,707 |  |  |  | 204,825 |  |  |  | 145,088 |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |
| Gross profit |  |  | 169,716 |  |  |  | 121,850 |  |  |  | 81,612 |  |
| Selling expenses |  |  | 60,552 |  |  |  | 45,081 |  |  |  | 29,924 |  |
| Administrative expenses |  |  | 38,378 |  |  |  | 28,747 |  |  |  | 18,816 |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |
| Total expenses |  |  | 98,930 |  |  |  | 73,828 |  |  |  | 48,740 |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |
| Income before taxes |  |  | 70,786 |  |  |  | 48,022 |  |  |  | 32,872 |  |
| Income taxes |  |  | 13,166 |  |  |  | 9,844 |  |  |  | 6,673 |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |
| Net income |  | $ | 57,620 |  |  | $ | 38,178 |  |  | $ | 26,199 |  |
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| BENNINGTON COMPANY | | | | | | | | | | | | |
| Comparative Balance Sheets | | | | | | | | | | | | |
| December 31, 2012, 2011, and 2010 | | | | | | | | | | | | |
|  |  |  | 2012 |  |  |  | 2011 |  |  |  | 2010 |  |
| **Assets** |  |  |  |  |  |  |  |  |  |  |  |  |
| Current assets |  | $ | 53,388 |  |  | $ | 41,770 |  |  | $ | 55,836 |  |
| Long-term investments |  |  | 0 |  |  |  | 500 |  |  |  | 3,900 |  |
| Plant assets, net |  |  | 100,691 |  |  |  | 107,346 |  |  |  | 64,221 |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |
| Total assets |  | $ | 154,079 |  |  | $ | 149,616 |  |  | $ | 123,957 |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Liabilities and Equity** |  |  |  |  |  |  |  |  |  |  |  |  |
| Current liabilities |  | $ | 22,496 |  |  | $ | 22,293 |  |  | $ | 21,692 |  |
| Common stock |  |  | 68,000 |  |  |  | 68,000 |  |  |  | 50,000 |  |
| Other paid-in capital |  |  | 8,500 |  |  |  | 8,500 |  |  |  | 5,556 |  |
| Retained earnings |  |  | 55,083 |  |  |  | 50,823 |  |  |  | 46,709 |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |
| Total liabilities and equity |  | $ | 154,079 |  |  | $ | 149,616 |  |  | $ | 123,957 |  |
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| **Required:** | |
| **1.** | Compute each year's current ratio. **(Round your answers to 1 decimal place.)** |

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| --- | --- | --- | --- | --- |
|  |  |  |  |  |
| Current ratio | December 31, 2012: |  | to |  |
| Current ratio | December 31, 2011: |  | to |  |
| Current ratio | December 31, 2010: |  | to |  |
|  | | | | |

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| **2.** | Express the income statement data in common-size percents. **(Round your answers to 2 decimal places. Omit the "%" sign in your response.)** |

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| BENNINGTON COMPANY Common-Size Comparative Income Statements For Years Ended December 31, 2012, 2011, and 2010 | | | | | |
|  | 2012 | 2011 | 2010 |  |  |
| Sales | % | % | % |  |  |
| Cost of goods sold |  |  |  |  |  |
|  |  |  |  |  |  |
| Gross profit |  |  |  |  |  |
| Selling expenses |  |  |  |  |  |
| Administrative expenses |  |  |  |  |  |
|  |  |  |  |  |  |
| Total expenses |  |  |  |  |  |
|  |  |  |  |  |  |
| Income before taxes |  |  |  |  |  |
| Income taxes |  |  |  |  |  |
|  |  |  |  |  |  |
| Net income | % | % | % |  |  |
|  |  |  |  |  |  |
|  | | | |  |  |

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| **3.** | Express the balance sheet data in trend percents with 2010 as the base year. **(Round your answers to 2 decimal places. Leave no cells blank - be certain to enter "0" wherever required. Omit the "%" sign in your response.)** |

|  |  |  |  |
| --- | --- | --- | --- |
| BENNINGTON COMPANY Balance Sheet Data in Trend Percents December 31, 2012, 2011, and 2010 | | | |
|  | 2012 | 2011 | 2010 |
| **Assets** |  |  |  |
| Current assets | % | % | % |
| Long-term investments |  |  |  |
| Plant assets |  |  |  |
|  |  |  |  |
| Total assets |  |  |  |
|  |  |  |  |
| **Liabilities and Equity** |  |  |  |
| Current liabilities | % | % | % |
| Common stock |  |  |  |
| Other contributed capital |  |  |  |
| Retained earnings |  |  |  |
|  |  |  |  |
| Total liabilities and equity |  |  |  |
|  |  |  |  |
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