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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.)** |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|   |   |   |   |   |
| 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 COMPANYCommon-Size Comparative Income StatementsFor 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.)** |

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| BENNINGTON COMPANYBalance Sheet Data in Trend PercentsDecember 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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