Excel.

The balance sheet and income statement for Bertha’s Bridal Boutique are presented along with some additional information about the accounts

* All accounts receivable and accounts payable are related to trade merchandise. Accounts payable are recorded net and always are paid to take all the discounts allowed. The allowance for doubtful accounts at the end of 2011 was the same as at the end of 2010; no receivables were charged against the allowance during 2011.
* The proceeds from the note payable were used to finance a new warehouse; Capital stock was sold to provide additional working capital.

Answer the following questions concerning cash flows for the period.

1. Calculate the cash collected during 2011 from accounts receivable.
2. Calculate the cash payment during 2011 on accounts payable to suppliers.
3. Calculate the cash provided from operations for 2011
4. Calculate the cash inflows during 2010 from financing activities.
5. Calculate the cash outflows from investing activities during 2011.

**Balance Sheet**

**December 31**

**2011 2010**

**Assets**

**Current assets**

Cash $ 450,000 $ 364,000

Accounts receivable – net 692,000 625,000

Inventory 723,000 610,000

Prepaid expenses 50,000 70,000

Total current assets 1,915,000 1,669,000

Long-term investments 150,000 20,000

Property, plant, and equipment 1,622,000 815,000

Less: Accumulated depreciation (100,000) (75,000)

1,522,000 740,000 Total $3,587,000 $2,429,000 assets

**Liabilities and Stockholders’ Equity**

**Current liabilities**

Accounts payables $ 399,000 $ 451,000

Accrued expenses 185,000 179,000

Dividends payable 50,000 \_\_\_\_\_\_\_\_\_

Total current liabilities 634,000 630,000

Notes payable – due 2014 750,000 \_\_\_\_\_\_\_\_

Stockholders’ Equity

Common stock 1,400,000 1,300,000

Retained earnings 803,000 499,000

Total stockholders’ equity 2,203,000 1,799,000

Total liabilities and stockholders’ equity $3,587,000 $2,429,000

**Income Statement**

Years Ended December 31,

2011 2010

Net credit sales $7,200,000 $6,500,000

Cost of goods sold 4,320,000 3,900,000

Gross profit 2,880,000 2,600,000

Operating expenses (including income taxes) 2,376,000 2,145,000

Net income $ 504,000 $ 455,000