Abbreviated financial statements for Archimedes Levers are shown in Table 19.12 . If sales increase by 10% in 2011 and all other items, including debt, increase correspondingly, what must be the balancing item? What will be its value?

Income Statement

 Sales $4000

Costs, including interest 3500

Net income $500

 Balance Sheet, Year-End 2010

 2010 2009 2010 2009

Assets $3,200 $2,700 Debt $1,200 $1,033

 Equity 2000 1667

Total 3200 2700 Total 3200 2700