10. Consider this simplified balance sheet for Geomorph Trading:

Current assets $ 100 $ 60 Current liabilities

Long- term assets 500 280 Long- term debt

70 Other liabilities

190 Equity

$ 600 $ 600

a. Calculate the ratio of debt to equity.

b. What are Geomorph’s net working capital and total long- term capital? Calculate the ratio of debt to total long- term capital.