BALANCE SHEET
A snapshot at a point in time

USES OF RESOURCES !!

Assets of "Firm", in m$	2018	2017
Current assets		
Cash	21.2	19.5
Accounts receivable	18.5	13.2
Inventories	15.3	14.3
Other current assets	2.0	1.0
Total current assets	**57.0**	**48.0**
Long-term assets		
Land	22.2	20.7
Buildings	56.5	50.5
Equipment	49.7	43.2
Accumulated depreciation	18.7	17.5
Net property, plant, and equipment	*109.7*	*96.9*
Goodwill and intangible assets	20.0	20.0
Other long-term assets	21.0	14.0
Total long-term assets	**150.7**	**130.9**
Total assets	**207.7**	**178.9**

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RESOURCES !!

Liabilities of "firm", in m$	2018	2017
Current liabilities		
Accounts payable	29.2	24.5
Short term debt	3.5	3.2
Current maturities of long-term debt	13.3	12.3
Other current liabilities	2.0	4.0
Total current liabilities	**48.0**	**44.0**
Long term liabilities		
Long-term debt	99.9	76.3
Capital lease obligations	7.6	7.4
Total long-term liabilities	**107.5**	**83.7**
Total liabilities	**155.5**	**127.7**
Stockholders' equity	**52.2**	**51.2**
Total resources	**207.7**	**178.9**

Exercise 3 : WCR computing

- Given the data provided in the balance sheet, Compute the WCR in 2018

Solution WCR computing

- Given the data provided in the balance sheet, Compute the WCR
- In 2018

Accounts receivable	18.5
+Inventories	15.3
+Other current assets	2.0

USES OF RESOURCES !!

-Accounts payable	29.2
-Other current liabilities	2.0

RESOURCES !!

WCR = (18,5+15,3+2) - (29,2 + 2) = 4,6

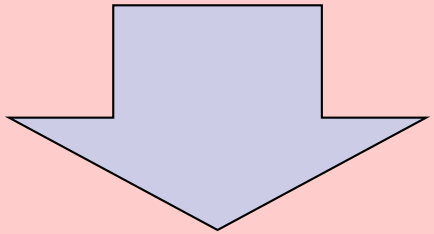
Solution WCR computing

- Given the data provided in the balance sheet, Compute the WCR

WCR = (18,5+15,3+2) - (29,2 + 2) = 4,6

USES OF RESOURCES !!

RESOURCES !!



WCR >0 ⇨ **Uses of resources > Resources** ⇨ **BURNS CASH**

WCR <0 ⇨ **Uses of resources < Resources** ⇨ **RELEASES CASH**