CS #13.

Find the annual depreciation expenses for the following items:

 a. Original cost is $35,000 for an asset in the three-year class.

 b. Original cost is $70,000 for an asset in the five-year class.

CS #14.

Following is information from Harris Enterprises. Compute:

 a. Current ratio

 b. Debt-to-assets ratio

 c. Inventory turnover ratio

 d. Return on equity, using the Du Pont relationship

 **Harris Enterprises**

 **Balance Sheet, 2015**

 **(millions of dollars)**

 Cash $ 2 Accounts payable $ 5

 Receivables 6 Notes payable 4

 Inventory 3 Long-term bonds 8

 Fixed assets 10 Stockholders’ equity 4

 Total assets $21 Total liabilities and equity $21

 **Harris Enterprises**

 **Income Statement, 2015**

 **(millions of dollars)**

 Sales $50

 Cost of goods sold 25

 Depreciation 10

 Earnings before interest and taxes $15

 Taxes 5

 Net income $10