

According to a financial analysis, Dell Computers in a very favorable position. Their return on stockholder equity seems to be good in that they've been working to increase the amount of money per share that a stockholder will receive. In 2003 that number was \$.44 per every dollar sold. In 2004 the return on stockholder equity decreased slightly to \$.42 per every dollar sold, however in 2005 that number jumped up to \$.48 for every dollar sold.

Dell has also been working hard to decrease the amount of money needed from creditors in order to finance their operation. In 2003, Dell generated approximately 69% of the funds, whereas creditors provided the other 31%. In 2004, the amount of funds generated by Dell itself decreased slightly to 68%, but in 2005 the amount of finances generated by Dell jumped to 99%. This shows that Dell is very profitable in it's operations and manages it's money very well.

When it comes to being able to meet it's obligations, Dell seems to also be doing well to improve that. In 2003 and 2004, Dell came very close to having more assets than liabilities. The current ratio in 2003 was 99.9% and the current ratio in 2004 was 98%. In 2005 Dell saw a jump in it's assets, and for the first time on the financial statements provided, they had more assets than liabilities.

#### **Debt To Assets Ratio**

Total Debt 2005	\$16,730.00	Total Assets 2005	\$16,897.00
Total Debt 2004	\$13,031.00	Total Assets 2004	\$19,311.00
Total Debt 2003	\$10,597.00	Total Assets 2003	\$15,470.00

2005 Ratio	99.01%
2004 Ratio	67.48%
2003 Ratio	68.50%

#### **Debt To Equity Ratio**

Total Debt 2005	\$16,730.00	Stockholder Equity 2005	\$6,485.00
Total Debt 2004	\$13,031.00	Stockholder Equity 2004	\$6,280.00
Total Debt 2003	\$10,597.00	Stockholder Equity 2003	\$4,873.00

2005 Ratio	257.98%
2004 Ratio	207.50%
2003 Ratio	217.46%

#### **Return on Stockholder Equity**

Net Income 2005	\$3,043.00	Total Stockholder Equity 2005	\$6,485.00
Net Income 2004	\$2,645.00	Total Stockholder Equity 2004	\$6,280.00
Net Income 2003	\$2,122.00	Total Stockholder Equity 2003	\$4,873.00

2005 Total	\$0.47
2004 Total	\$0.42
2003 Total	\$0.44

**Current Ratio**

Current Assets 2005	\$16,897.00	Current Liabilities 2005	\$14,136.00
Current Assets 2004	\$10,633.00	Current Liabilities 2004	\$10,896.00
Current Assets 2003	\$8,924.00	Current Liabilities 2003	\$8,933.00

2005 Ratio	119.53%
2004 Ratio	97.59%
2003 Ratio	99.90%

**Quick Ratio**

Current Assets 2005	\$16,897.00	Inventory 2005	\$459.00
Current Assets 2004	\$10,633.00	Inventory 2004	\$327.00
Current Assets 2003	\$8,924.00	Inventory 2003	\$306.00

Current Liabilities 2005	\$14,136.00
Current Liabilities 2004	\$10,896.00
Current Liabilities 2003	\$8,933.00

2005 Ratio	116.28%
2004 Ratio	94.59%
2003 Ratio	96.47%