

Solution:

The analysis of the transactions is as follows:

EFFECT ON BALANCE SHEET (in millions of \$)			
Transaction	Assets =	Liabilities +	Stockholders' Equity
(1)	+30 (Cash)		+30 (Capital)
(2)	+42 (Property & other assets)		+42 (Capital)
(3)	+13 (Cash)	+13 (Note Payable)	
(4)	-18 (Cash) +18 (Property & other assets)		
(5)	+89 (Inventories)	+89 (Accounts Payable)	
(6)	-35 (Cash)	-35 (Accounts Payable)	
(7)	+2 (Cash) -2 (Property & other assets)		

The balance sheet is as follows:

BALANCE SHEET (in millions of \$)

Name: Walgreen Company

As Of: September 2, 2011

Particulars	Amount
ASSETS:	
Cash	1,548
Inventories	8,133
Property & other assets	17,912
Total assets	27,593
LIABILITIES:	
Accounts Payable	4,864
Other liabilities	7,810
Total liabilities	12,674
Total stockholders' equity	14,919
Total liabilities & stockholders' equity	27,593