

Solution:

Using this trial balance, we can easily prepare the financial statements.

The statements are prepared as follows:

STATEMENT OF INCOME (in millions of \$)	
Name: PepsiCo	
As Of: September 3, 2011 (9 months)	
Particulars	Amount
Net Revenue	46,346
Cost of Sales	(21,862)
Gross Profit	24,484
Other operating expenses:	
Selling, administrative & general	(16,995)
Net Operating Income	7,489
Less: Sundry Expenses	(2,461)
Net Income	5,028

The balance sheet is given by:

CLASSIFIED & CONSOLIDATED BALANCE SHEET
(in millions of \$)

Name: PepsiCo

As Of: September 3, 2011

Particulars	Amount
ASSETS:	
Current assets	17,834
Property & equipment, net	20,737
Intangibles, net	34,131
Other assets	2,676
Total assets	75,378
LIABILITIES:	
Current liabilities	17,565
Long term debts & other obligations	33,810
Total liabilities	51,375
STOCKHOLDERS' EQUITY:	
Equity with Beginning Retained Earnings	21,379
Add: Income	5,028
Less: Dividends Declared & Paid	(2,404)
Total stockholders' equity	24,003
Total liabilities & stockholders' equity	75,378