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#### Module 1

## The Language and Tools of Financial Analysis

### The Balance Sheet 2: Liabilities (What the company owes)

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Liabilities		
Liabilities		
(\$USD millions)	2014	2013
Current liabilities		
Current maturities of long-term debt	607	289
Notes payable	828	739
Accounts payable	1,528	1,432
Other current liabilities	1,401	1,375
Total current liabilities	4,364	3,835
Non-current liabilities		
Long-term debt	5,935	6,330
Deferred income taxes	726	928
Pension liability	777	277
Other liabilities	500	497
Total Non-current Liabilities	7,938	8,032
Total liabilities	12,302	11,867

#### **Current Liabilities**

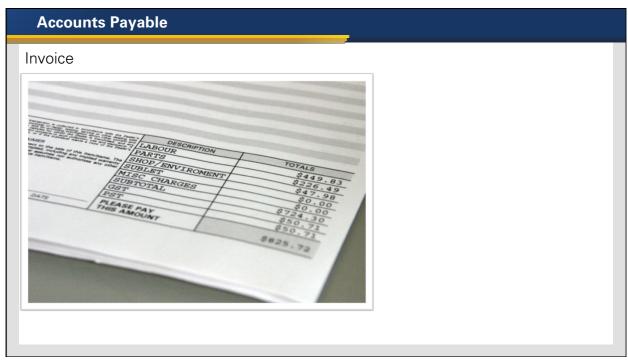
Liabilities summarize what the company owes.

Some liabilities are short-term, that need to be repaid within one year:

#### **Current liabilities**

- · accounts payable
- short-term debt
- current obligations on long-term debt







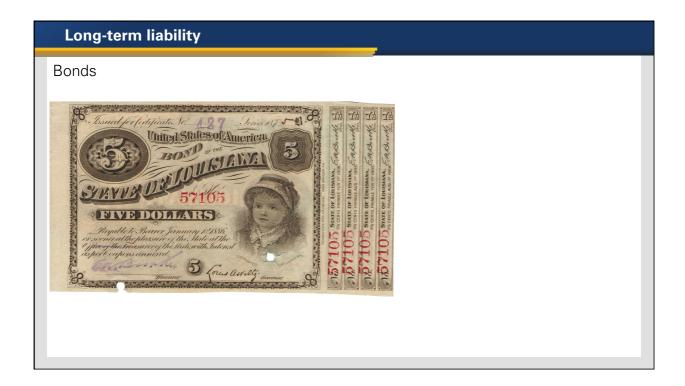


#### **Non-current Liabilities**

Other liabilities are fixed or long-term debts:

#### Non-current liabilities

- · long-term debts
- pension liability
- other...





#### Source list

- Slide 2: Consolidated Balance Sheet, © University of Melbourne. Prepared by Indika Lovell & Thomas Szoka. Sourced from data contained within Item 8. Financial Statements and Supplementary Date Consolidated Balance Sheet, p 39 Kellogg Company Annual Report 2014, 25 February 2015 (http://investor.kelloggs.com/files/doc\_financials/annual\_reports/K\_2014-Annual-Report\_v001\_q725z5.pdf).
- Slide 3: Liabilities & Balance Sheet, © University of Melbourne. Prepared by Indika Lovell & Thomas Szoka. Sourced from data contained within Item 8. Financial Statements and Supplementary Date Consolidated Balance Sheet, p 39 Kellogg Company Annual Report 2014, 25 February 2015 (http://investor.kelloggs.com/files/doc\_financials/annual\_reports/K\_2014-Annual-Report\_v001\_q725z5.pdf).
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