16. Assume the following sales data for a company:

2016 $1,050,000

2015 950,000

2014 800,000

2013 650,000

What is the percentage increase in sales from 2013 to 2014?

a. 10.5%

b. 23.1%

c. 38.5%

d. 46.2%

17. Assume the following sales data for a company:

2016 $1,050,000

2015 950,000

2014 800,000

2013 650,000



What is the percentage increase in sales from 2013 to 2016?

a. 10.5%

b. 61.5%

c. 46.2%

d. 18.8%

19. Assume the following sales data for a company:

2016 $1,050,000

2015 950,000

2014 800,000

2013 650,000

What is the percentage increase in sales from 2014 to 2015?

a. 10.5%

b. 61.5%

c. 46.2%

d. 18.8%

20. Ranier Company is authorized to issue 10,000 shares of 8%, $100 par value preferred stock and 500,000 shares of no-par common stock with a stated value of $1 per share. If Ranier issues 5,000 shares of preferred stock for land with an asking price of $600,000 and a market value of $540,000, which of the following would be the journal entry for Ranier to record?

a. Land 500,000

Preferred Stock 500,000

b. Land 540,000

Preferred Stock 540,000

c. Land 600,000

Preferred Stock 500,000

Paid-in Capital in Excess of Par-Preferred 100,000

d. Land 540,000

Preferred Stock 500,000

Paid-in Capital Excess of Par-Preferred 40,000

23. Using vertical analysis, what percentage is assigned to Cost of Goods Sold?

a. 40%

b. 60%

c. 100%

d. None of these answer choices are correct.

Ans: b

24. Saira, Inc. has the following income statement (in millions):

SAIRA, INC.

Income Statement

For the Year Ended December 31, 2014

Net Sales $300

Cost of Goods Sold 180

Gross Profit 120

Operating Expenses 45

Net Income $75

Using vertical analysis, what percentage is assigned to Net Income?

a. 625%

b. 40%

c. 25%

d. None of these answer choices are correct.

Ans: c

