

### Merchandising in-class assignment

Mr. Singh owns a basketball store in which he only sells basketballs. He purchases these basketballs from Nike who charges him \$5 a ball. Mr. Singh puts his Nemesis logo on the ball and sells it for \$10 a ball.

In the beginning of July Mr. Singh has:

Cash	10 000
A/R	5000
Inventory	3000
A/P	2000

During July Mr. Singh:

- Receives 500 balls and ships 1000
- Collects \$2000 from customers
- Pays Supplier \$1000

What is the revenue in July?

What is the COGS in July?

What is your net income in July?

What is the cash balance at the end of July?

What is the Accounts Receivable balance at the end of July?

What is the inventory balance at the end of July?

What is the Accounts payable balance at the end of July?

What is the Owner's Equity at the end of July? What are 2 ways of determining Owner's Equity?