FINANCIAL STATEMENTS 5: ANALYSIS

DESCRIPTION:

This module discusses common size analysis, percentage change analysis and trend analysis of financial statements.

Tutorial: 21 slides

Problem Sets: 4 problem sets; 29 questions

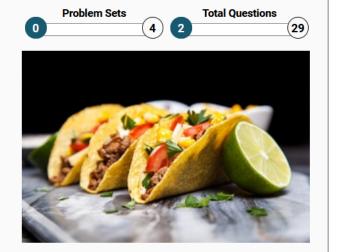
Average Time: New Module

Sample question from problem set:

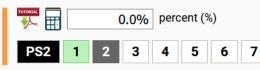
Course: Faculty Access (All Modules in Alphabetical Order) **Module:** Financial Statements 5: Analysis / Problem Set ID: 1110

Paco's Tacos is a regional Mexican restaurant chain. The income statements for the past two years shown below are the basis for the questions that follow. Create a common size income statement for both years and show the percent change between 2019 and 2020 for each category item.

Income Statement (\$000,000)	2019	2020
Revenue	79.5	88.3
Cost of Goods Sold (COGS)	41.2	56.8
Gross Profit	38.3	31.5
Selling, General, and Admin (SG&A)	18.7	21.1
Other Operating Expenses	5.0	4.5
Operating Income or Loss	14.6	5.9
Non-Operating Expense	2.0	1.6
Pre-Tax Income	12.6	4.3
Income Tax	2.8	1.2
Net Income	9.8	3.1



What is the common size value for Gross Profit in 2019?



SUBMIT ANSWER

EXIT