EXERCISE 17-1

(a) Financing activities.

(b) Noncash investing and financing activities.

(c) Noncash investing and financing activities.

(d) Financing activities.

(e) Investing activities.

(f) Operating activities.

(g) Operating activities.

EXERCISE 17-2

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| (a)  (b)  (c)  (d)  (e)  (f)  (g)  (h) | Operating activity.  Noncash investing and  financing activity.  Investing activity.  Financing activity.  Operating activity.  Operating activity.  Operating activity.  Financing activity. |  | (i)  (j)  (k)  (l)  (m)  (n) | Operating activity.  Noncash investing and financing  activity.  Investing activity.  Noncash investing and financing  activity.  Operating activity (loss); investing  activity (cash proceeds from sale).  Financing activity. |

EXERCISE 17-4

GUTIERREZ COMPANY

Partial Statement of Cash Flows

For the Year Ended December 31, 2017

Cash flows from operating activities

Net income $225,000

Adjustments to reconcile net income to net

  cash provided by operating activities

Depreciation expense $45,000

Loss on disposal of equipment   5,000

Decrease in accounts receivable  15,000

Decrease in prepaid expenses   4,000

Increase in accounts payable  17,000   86,000

Net cash provided by operating activities $311,000

EXERCISE 17-7

(a) ROJAS CORPORATION

Statement of Cash Flows

For the Year Ended December 31, 2017

Cash flows from operating activities

Net income $ 22,630)

Adjustments to reconcile net income

  to net cash provided by operating activities

Depreciation expense $ 5,000 )

Loss on disposal of land   1,100

Decrease in accounts receivable 2,200

Decrease in accounts payable (18,730 )   (10,430)

Net cash provided by operating activities 12,200

Cash flows from investing activities

Sale of land  4,900

Cash flows from financing activities

Issuance of common stock $ 6,000

Payment of dividends (19,500 )

Net cash used by financing activities (13,500)

Net increase in cash   3,600

Cash at beginning of period 10,700

Cash at end of period $ 14,300

(b) $12,200 – $0 – $19,500 = ($7,300)