③ we will Calculat Curent ratio for microline which equel on 2010 = $\frac{\text{Curent assets}}{\text{Curent Liability}}$

to defined the solvency for short-Term

$= \frac{\$11750}{\$12500} = \boxed{0.94}$

2011 $= \frac{\$16500}{\$13000} = \boxed{1.269}$

thats means increas from 0.94 on 2010 to 1.269 in 2011

when we calculat the quick ratio its increas also according the equation its equel =

$\frac{\text{Cash + markitabel securities + Net A/R}}{\text{Curent Liability}}$

on 2010 = $\frac{1100 + 1000 + 3650}{12500}$

$= \boxed{0.46}$

on 2011 = $\frac{1200 + 2500 + 5700}{13000}$

$= \boxed{0.7230}$

its increase from 0.46 on 2010 to 0.723 on 2011

this increase its also we can see the increas in curent assets from 2010 which was \$11750 to \$16500 on 2011.

* Recivabel turnover = $\frac{\text{sales}}{\text{accout Recivabel}} = \frac{60,000}{(5700 - 400)} = 11.3$ Times

Bad debt allowance

on 2011 and the days on sales in Recivabel its $\frac{365}{11.3} = 32$ days

and on 2010 its $\frac{52500}{3650 - 350} =$

15.9

days on sales Recivabel = 365 = 4