

③ according additional notes total \$7000 on microline was 13000 it equal 20000 we will calculate the debt equity ratio which equal

$$= \frac{\text{total debt}}{\text{total equity}} = \frac{13000 + 7000}{12500 + 10000} = \frac{20000}{22500} = 0.89$$

on 2011 = $\frac{27500}{23750} = 1.16$

the interest Coverage ratio is equal =

$$\frac{\text{net Income} + \text{Tax expense} + \text{interest expense}}{\text{interest expense}}$$

on 2011 = $\frac{4750 + 1000 + 1250}{1000} = 5.75$

2011 $\frac{1700 + 1600}{1600} = 3.8$

That's mean on 2011 is strong more than 2010

also the earning Power for microline financing

is strong and its growth on 2011

when issues that its 2011 earning may be

unknown the profit for microline is increased

when sales Land and after sales the Land

1-5 millions gain and repurchased

another Land.

and 500 at short term investment its generated

by gain on its short term investment

on 2011 it was 2000 and increase 500 on the Balance Sheet 2500