Exam Number 4638

Question 3

Exhibit A

	Assets			Liabilities	
	Basis	Value		Basis	Value
C	20K	20K		*Debt*	
Stock	100K	100K	RL		30K
				Equity	
			A	60	45
			B	60	45
Total Assets	120K	120K	Total Liabilities	120K	120K