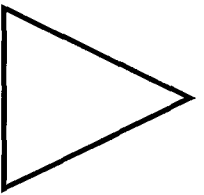


Exam Number 4943

Question 1

Exhibit b



754 election

Assets		Liabilities		
	<u>Basis</u>	<u>Value</u>	<u>Basis</u>	<u>Value</u>
Cash	30,000	30,000	Debt	
Inventory	45,000	60,000	Bank Debt	180,000
Land	215,000	170,000		
			Equity	
A/R	20,000	80,000	K	75,000
			X	75,000
			Y	75,000
			Bob	85,000
				40,000
				40,000
Total Assets	310,000	340,000	Total Liabilities	310,000
				340,000