Exam Number 4073

Question 3

Exhibit 2

	Assets			Liabilities	
	Basis	Value		Basis	Value
Redacre	500k	1M		Debt	
Equipment	100k	600k	Recourse Debt (G)		800k
Cash	10k	10k			
				Equity	
			Gabriella	-0-	200k
			Hannah	40k	540k
			Corp.	790k	-10k
Total Assets	610k	1.61M	Total Liabilities	830k	1.53M