

Income Statement

Company XYZ

Year 1

Financial Statements in CDN Dollars

Revenue

Gross Sales	668,000	
Less: Sales Returns and Allowances		
Net Sales		668,000

Cost of Goods Sold

Beginning Inventory		
Add: Purchases	200,000	
Freight-in	15,000	
Direct Labor	80,000	
Indirect Expenses	50,000	
Inventory Available	345,000	
Less: Ending Inventory	100,000	
Cost of Goods Sold	245,000	245,000

Gross Profit (Loss) 423,000

Expenses

Advertising	6,000	
Charitable Contributions	10,000	
Dues and Subscriptions	1,000	
Insurance	6,000	
Legal and Professional Fees	11,554	
Licenses and Fees	3,000	
Miscellaneous	1,000	
Office Expense	7,500	
Postage	3,000	
Rent	24,000	
Repairs and Maintenance	39,000	
Supplies	7,500	
Telephone	3,000	
Travel	9,000	
Utilities	4,800	
Vehicle Expenses	1,520	
Amortization	0	
Bad Debts	1,000	
Bank Charges	3,000	
Depreciation	10,000	
Interest	12,000	
Commissions		
Contract Labor		
Employee Benefit Programs	28,000	
Wages	60,000	

Total Expenses 251,874

Net Operating Income 171,126

Other Income

Gain (Loss) on Sale of Assets	5,000	
Interest Income		
Total Other Income		5,000

Net Income (Loss) before taxes 176,126

Taxes 10,000

Net Income After Tax 166,126