

ABC Company Inc.
Balance Sheet
December 31, 2022

	Assets			
	2022	2021	2020	2019
Current Assets				
Cash	\$ 141,943	\$ 412,649	\$ 265,566	\$ 6,280
Accounts Receivable	2,217,666	1,817,617	2,675,115	1,398,480
Inventory note 1	780,613	1,389,798	531,366	1,257,936
Due from related companies	<u>3,128,917</u>	<u>2,709,071</u>	<u>2,706,871</u>	<u>2,495,367</u>
Total Current Assets	6,255,901	6,329,135	6,178,918	5,158,063
Capital Assets				
Equipment	<u>398,866</u>	<u>451,716</u>	<u>470,208</u>	<u>443,481</u>
Total Capital Assets	<u>398,866</u>	<u>451,716</u>	<u>470,208</u>	<u>443,481</u>
Total Assets	\$ 6,668,005	\$ 6,780,851	\$ 6,649,126	\$ 5,601,544
	Liabilities and Shareholder's Equity			
Current Liabilities				
Bank Indebtedness	\$ 61,769	-	-	\$ 298,001
Accounts payable	414,676	608,139	585,946	404,779
Government remittances	197,142	127,001	178,339	120,628
Income taxes payable	159,062	160,390	248,674	3,603
Future income taxes	89,000	91,000	105,000	95,000
Due to shareholders	72,663	80,388	80,446	99,393
Due to related companies	-	<u>2,197,792</u>	<u>750,042</u>	<u>1,401,542</u>
Total Current Liabilities	<u>994,312</u>	<u>3,264,710</u>	<u>1,948,447</u>	<u>2,423,946</u>
Total Liabilities	994,312	3,264,710	1,948,447	2,423,946
Shareholders' Equity				
Capital stock	100	100	100	100
Retained Earnings	<u>5,673,593</u>	<u>3,516,041</u>	<u>4,700,579</u>	<u>3,177,498</u>
Total Shareholder's Equity	<u>5,673,693</u>	<u>3,516,141</u>	<u>4,700,679</u>	<u>3,177,598</u>
Total Liabilities and Shareholder's Equity	\$ 6,668,005	\$ 6,780,851	\$ 6,649,126	\$ 5,601,544

ABC Company Inc.
Statement of Income and Retained Earnings
December 31, 2022

	2022	2021	2020	2019
Sales	\$ 15,747,983	\$ 14,016,607	\$ 13,640,756	\$ 11,566,631
Cost of Sales	<u>10,997,073</u>	<u>9,988,215</u>	<u>10,106,015</u>	<u>8,120,069</u>
Gross Profit	<u>4,750,910</u>	<u>4,028,392</u>	<u>3,534,741</u>	<u>3,446,562</u>
Expenses				
Advertising	59,329	30,562	22,542	34,812
Amortization	104,787	110,955	108,595	72,339
Automotive	473,127	376,058	328,939	257,485
Bank Charges	15,276	22,371	62,571	16,302
Insurance	74,386	71,638	55,243	60,411
Management Salaries	421,465	429,807	412,792	428,211
Office	25,601	26,361	43,964	40,211
Professional Fees	13,200	15,063	14,253	11,800
Rent	267,333	188,000	180,000	180,000
Shop-Utilities, Repairs	114,764	92,034	68,966	99,570
Telephone	21,332	18,975	19,427	21,305
Travel	201,189	136,810	136,153	102,920
Uniforms	<u>71,769</u>	<u>85,402</u>	<u>71,640</u>	<u>72,134</u>
Total Expenses	<u>1,863,558</u>	<u>1,604,036</u>	<u>1,525,085</u>	<u>1,397,500</u>
Income before other item and taxes	<u>2,887,352</u>	<u>2,424,356</u>	<u>2,009,656</u>	<u>2,049,062</u>
Other income				
Gain on foreign exchange	<u>11,400</u>	=	=	=
Income before taxes	<u>2,898,752</u>	<u>2,424,356</u>	<u>2,009,656</u>	<u>2,049,062</u>
Income taxes (recovery)	<u>741,200</u>	<u>608,894</u>	<u>486,575</u>	<u>478,481</u>
Net Income	2,157,552	1,815,462	1,523,081	1,570,581
Retained Earnings, beginning of year	3,516,041	4,700,579	3,177,498	4,606,917
Dividends	=	<u>(3,000,000)</u>	=	<u>(3,000,000)</u>
Retained Earnings, end of year	\$ 5,673,593	\$ 3,516,041	\$ 4,700,579	\$ 3,177,498

ABC Company Inc.
Notes to the financial statement
December 31, 2022

1- Inventory

Inventory consists of the following

	2022	2021	2020	2019
Materials and supplies	\$ 38,647	\$ 37,560	\$ 47,848	\$ 68,467
Work-in-progress	741,966	1,352,238	483,518	1,189,469
Inventory, end of year	780,613	1,389,798	\$ 531,366	\$ 1,257,936