

Financial Statements of Corporation/Company

Alpha Limited

Income Statement

For the year ended December 31, 2020

Sales Revenue	175,000	
Less: Sales Returns and Allowances	900	
Net Sales		1,744,000
Less: Cost of Goods Sold		1,085,000
Gross Profit		659,000
<u>Less: Operating Expenses</u>		
Salaries and Wages Expense	105,000	
Supplies Expense	5,700	
Auditors Fee	209,000	
Depreciation Expense-buildings	40,400	
Depreciation Expense-Equipment	33,000	
Total Operating Expenses		391,100
Income from Operations/Operating Income		267,900
<u>Add: Other Income</u>		
Rent revenue	53,000	
<u>Less: Other Expenses</u>		
Loss on Sale of Property	7670	45,330
Earnings before interest and taxes (EBIT)		313,230
Less: Interest Expense		11,600
Earnings before taxes (EBT)		301,630
Less: Taxes		90,489
Net Income/Earnings after Taxes (EAT)		211,141

Alpha Limited

Statement of Stockholders' Equity

For the year ended December 31, 2020

	Common Stock	Additional Paid in Capital- Common Stock	Retained Earnings	Total
Balance, January 1, 2020	123,000	224,000	51,600	398,600
Add: Net Income of the year 2020			211,141	211,141
Less: Cash Dividend			30,750	30,750
Balance, December 31, 2020	123,000	224,000	231,991	578,991

Alpha Limited

Balance Sheet

As at December 31, 2020

Assets			
<u>Current Assets</u>			
Cash		227,730	
Supplies		2,500	
Merchandise Inventory		223,000	
Total Current Asset			453,230
<u>Non-Current Assets</u>			
Buildings	404,000		
Less: Accumulated Depreciation- Buildings	161,400	242,600	
Equipment	201,000		
Less: Accumulated Depreciation- Equipment	69,000	132,000	
Total Non-Current Assets			374,600
Total Assets			827,830
Liabilities and Stockholders' Equity			
<u>Current Liabilities</u>			
Interest Payable		11,600	
Taxes Payable		90,489	
Dividend Payable		30,750	
Total Current Liabilities			132,839
<u>Long Term Liabilities</u>			
Mortgage Loan		116,000	
Total Long Term Liabilities			116,000
Total Liabilities			248,839
<u>Stockholders' Equity</u>			
<u>Paid in Capital</u>			
Common Stock	123,000		
Additional Paid in Capital in excess of par-Common Stock		224,000	
Retained Earnings		231,991	
Total Stockholders' Equity			578,991
Total Liabilities and Stockholders' Equity			827,830