**INCOME STATEMENT & BALANCE SHEET**

Use the Trial Balance of Hi-Tech Stores to do the following:

* Prepare an income statement
* Prepare a balance sheet

**Hi-Tech Stores**

**Trial Balance as at 30 June 2015**

|  |  |
| --- | --- |
| Discount received | 1 000 |
| Mortgage on building (repayable 2020) | 40 000 |
| Cash at bank | 11 000 |
| Inventory | 6 500 |
| Investment (maturity 2018) | 30 000 |
| Bad debts | 500 |
| Office Equipment | 10 000 |
| Accounts Receivable | 12 500 |
| Cost of Sales | 31 500 |
| Drawings | 20 000 |
| Capital | 85 750 |
| Interest expense | 4 500 |
| Sales | 124 500 |
| Stationery expense | 2 000 |
| Telephone | 3 000 |
| Salary: Sales Staff | 3 500 |
| Discount Allowed | 1 000 |
| Rent Income | 6 000 |
| Land & Buildings | 110 000 |
| Advertising expense | 3 500 |
| Accounts Payable | 5 750 |
| Delivery Van | 12 000 |
| Delivery Van expenses | 1 500 |
| Sales return | 5 000 |
| Freight inwards | 1 000 |
| Freight outwards | 6 000 |
| Loan (5 years) | 12 000 |

**High Tech Stores   
 Income Statement  
 For the year ending 30 June 2015**

|  |  |  |  |
| --- | --- | --- | --- |
| Sales |  |  |  |
| Less: Sales Returns |  |  |  |
| Discount Allowed |  |  |  |
|  |  |  |  |
| Less Cost of Sales |  |  |  |
| Freight Inwards |  |  |  |
| Discount Received |  |  |  |
| Gross Profit |  |  |  |
| Add Other Income |  |  |  |
| Rent Income |  |  |  |
|  |  |  |  |
| Less Other Expenses |  |  |  |
| Selling & Distribution Expenses |  |  |  |
| Bad debts |  |  |  |
| Salary – Sales Staff |  |  |  |
| Advertising |  |  |  |
| Delivery Van expenses |  |  |  |
| Freight outwards |  |  |  |
| General & Admin Expenses |  |  |  |
| Stationery |  |  |  |
| Telephone |  |  |  |
| Financial Expenses |  |  |  |
| Interest expense |  |  |  |
| Profit for the period |  |  |  |
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**High Tech Stores**

**Balance Sheet**

**30 June 2015**

|  |  |
| --- | --- |
|  | **$** |
| **Current Assets** |  |
| **Cash at bank** |  |
| **Inventory** |  |
| **Accounts receivable** |  |
| **Total Current Assets** |  |
| **Non-Current Assets** |  |
| **Investment (maturity 2018)** |  |
| **Land and Buildings** |  |
| **Office equipment** |  |
| **Delivery Van** |  |
| **Total Non-Current Assets** |  |
| **Total Assets** |  |
| **Current Liabilities** |  |
| **Accounts Payable** |  |
| **Total Current Liabilities** |  |
| **Non-Current Liabilities** |  |
| **Mortgage (payable in 2020)** |  |
| **Loan (5 year)** |  |
| **Total Non-Current Liabilities** |  |
| **Total Liabilities** |  |
| **Net Assets** |  |
| **Equity** |  |
| **Capital** |  |
| **Add Profit** |  |
|  |  |
| **Drawings** |  |
| **Total Equity** |  |
|  |  |
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