– Income Statement

**New report layout (reflecting changes to discounts and financial expenses)**

|  |  |  |  |
| --- | --- | --- | --- |
| **Carousel Traders**  **Income Statement**  **For the year ended 30 June, 2017** | | | |
|  | **$** | **$** | **$** |
| Sales |  | 793,000 |  |
| Less Sales Returns |  | 3,850 |  |
| Discount Allowed |  | 1,750 |  |
| Net Sales |  |  | 787,400 |
|  |  |  |  |
| Less Cost of Sales | 481,000 |  |  |
| Freight Inwards | 15,600 |  |  |
| Customs Duty | 1,260 | 497,860 |  |
| Less Discount Received |  | 2,100 |  |
| Total Cost of Sales |  |  | 495,760 |
| Gross Profit |  |  | 291,640 |
|  |  |  |  |
| **Add Other Income** |  |  |  |
| Interest Received |  | 900 | 900 |
|  |  |  | 292,540 |
|  |  |  |  |
| **Less Other Expenses** |  |  |  |
| **Selling and Distribution** |  |  |  |
| Doubtful Debts | 980 |  |  |
| Advertising | 17,900 |  |  |
| Depreciation – Delivery Vehicle | 12,200 |  |  |
| Wages – Sales Staff | 103,000 | 134,080 |  |
|  |  |  |  |
| **General and Administrative** |  |  |  |
| Depreciation – Equipment | 3,750 |  |  |
| Insurance | 15,000 |  |  |
| Stationery | 1,780 |  |  |
| Wages – Office Staff | 51,900 | 72,430 |  |
|  |  |  |  |
| **Financial** |  |  |  |
| Interest Paid | 650 |  |  |
| Bank Fees and Charges on Loan | 85 | 735 | 207,245 |
| Profit for the period |  |  | 85,295 |

## – Balance Sheet

|  |  |  |
| --- | --- | --- |
|  | **$** | **$** |
| **Current Assets** |  |  |
| Cash at Bank |  | 35,000 |
| Accounts Receivable | 21,000 |  |
| Less Allowance for Doubtful Debts | 1,900 | 19,100 |
| Inventory |  | 32,500 |
| Total Current Assets |  | 86,600 |
| **Non-Current Assets** |  |  |
| Equipment | 96,700 |  |
| Less Accumulated Depreciation – Equipment | 52,300 | 44,400 |
| Land and Premises |  | 900,000 |
| Delivery Vehicles | 125,000 |  |
| Less Accumulated Depreciation – Delivery Vehicles | 63,000 | 62,000 |
| Total Non-Current Assets |  | 1,990,400 |
| Total Assets |  | 1,093,000 |
|  |  |  |
| **Current Liabilities** |  |  |
| Accounts Payable |  | 13,000 |
| Bank Loan |  | 14,000 |
| Total Current Liabilities |  | 27,000 |
| **Non-Current Liabilities** |  |  |
| Mortgage |  | 560,000 |
| Total Non-Current Liabilities |  | 560,000 |
| Total Liabilities |  | 587,000 |
| Net Assets |  | 506,000 |
|  |  |  |
| **Equity** |  |  |
| Capital |  | 430,785 |
| Add Profit for the period |  | 85,295 |
|  |  | 516,080 |
| Less Drawings |  | 10,080 |
| Total Equity |  | 506,000 |

Note: these changes to the Australian Accounting Standards have no impact on the balance sheet.