

----- Company
Income Statement
For the Year Ended December 31, 2019

Sales
- Cost of goods sold

= Gross profit

Less: Operating expenses

Selling expenses

Salaries expense
Advertising expense
Rent expense
Delivery expense
Insurance expense
Utilities expense
Depr. exp.—store equipment.....
Depr. exp.—deliv. equipment
Stores supplies expense
Total selling expenses

Administrative expenses

Salaries expense
Bad debts expense
Repair expense.....
Insurance expense
Rent expense
Utilities expense
Total admin. expenses

Total operating expenses.....

+/- Other income and Expenses

+Interest revenue.....
+Dividend revenue.....

+Rent revenue.....
 -Write-off of goodwill.....
 -Write-off of inventory due to obsolescence
 - Losses from write down of receivables
 -/+Foreign exchange transaction gains and losses
 +/- Gains and losses from the sale of assets
 (Land...Buildings....etc.)
 -Effects of usual strikes or frost
 +/-Gains and losses from Disposals of investments

- loss from flood damage
 - Major casualty loss
 - Loss from earthquake damage
 + Gain on condemnation
= Income from operations
 - Interest expense
= Income before income tax
 - income tax expense.....
= Income from continuing operations
Discontinued operations:
 Loss/Gain on operations, net of tax.....
 Loss/Gain on disposal, net of tax.....
Net income

Earnings per share calculations

Income from continuing operating	xxxx
- Discontinued operations net of tax	(xxxx)
= Net income	xx

How to calculate Cost of Goods Sold

Inventory, beg.....

Add: Cost of goods purchased

Purchases

Less: Purchase returns and allowances.....

Net purchases.....

Add: Freight-in.....

= Cost of goods available for sale.....

Less: Inventory, End

= Cost of goods sold.....

Statement of Comprehensive Income
For the Year Ended December 31, 2019

Net income
Add/subtract: other comprehensive income
Unrealized holding gains/losses
Total comprehensive income.....

Statement of Changes in Equity For the year ended 31 December, 2019				
	Share Capital	Retained Earnings	AOCI	Total
Balance, January 1, 2019 as reported	XX	XX	XX	
+New Shares issued	XX	-----	-----	
Correction for overstatement/understatement of net income in <u>prior period</u> (Error) (net of tax)	-----	XX	-----	
Cumulative decrease/increase in income from <u>change in accounting policy</u> (net of tax)	-----	XX	-----	
Balance, January 1, 2019 as adjusted	-----	XX	-----	
Total Comprehensive income	-----	XX	XX	
- Dividends	-----	(XX)	-----	
= Balance, December 31, 2019	XXXX	XXXX	XXXX	XXXXXX

Statement of Financial Position
December 31, 2019

Assets

Noncurrent assets

- Property, plant, and equipment
Store equipment.....
 - Accum. depr.—store equipment
- Delivery equipment
- Accum. depr.—delivery equipment ..
- Long Term investments
Non-Trading Investments
- Intangible Assets

Current assets

Store supplies

Merchandise inventory

Trading Investments

Accounts receivable

- Allowance for doubtful accounts.....

Notes Receivable

Prepaid Insurance

Cash

Total current assets

Total assets

Equity and Liabilities

Equity

Share capital.....

Retained earnings

AOCI

Noncurrent Liabilities

Notes payable.....

Bonds payable

Current Liabilities

Notes payable due next year

Accounts payable

Unearned revenue

Income tax payable

Interest payable.....

Total liabilities

Total Equity and liabilities