

# FINANCIAL STATEMENT

**PREPARED FOR:** Ava Thompson

**ADDRESS:** 123 Main St, Edmonton

**EMAIL:** AVA.THOMPSON@EXAMPLE.NET

**FORM TYPE:** Financial Statements

**YEAR ENDING:** December 31, 2024

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## STATEMENT OF FINANCIAL POSITION

As of December 31, 2024

### ASSETS

#### Current Assets

- Cash and Cash Equivalents: \$45,321.76
- Short-term Investments: \$15,000.00
- Accounts Receivable: \$7,842.33
- Prepaid Expenses: \$1,250.00
- Total Current Assets:** \$69,414.09

#### Non-Current Assets

- Property and Equipment: \$230,000.00
- Less: Accumulated Depreciation: (\$68,500.00)
- Long-term Investments: \$75,000.00
- Total Non-Current Assets:** \$236,500.00

**TOTAL ASSETS:** \$305,914.09

### LIABILITIES

#### Current Liabilities

- Accounts Payable: \$5,432.11

- Accrued Expenses: \$2,754.89
- Current Portion of Long-term Debt: \$12,000.00
- **Total Current Liabilities:** \$20,186.00

### **Non-Current Liabilities**

- Mortgage Payable: \$142,500.00
- **Total Non-Current Liabilities:** \$142,500.00

**TOTAL LIABILITIES:** \$162,686.00

### **EQUITY**

- Initial Capital: \$100,000.00
- Retained Earnings: \$43,228.09
- **TOTAL EQUITY:** \$143,228.09

**TOTAL LIABILITIES AND EQUITY:** \$305,914.09

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## **INCOME STATEMENT**

For the Year Ended December 31, 2024

### **REVENUE**

- Business Income: \$125,450.00
- Investment Income: \$7,850.00
- Other Income: \$2,500.00
- **TOTAL REVENUE:** \$135,800.00

### **EXPENSES**

- Business Operating Expenses: \$48,754.23
- Rent: \$24,000.00
- Utilities: \$3,652.44
- Insurance: \$5,200.00
- Professional Fees: \$4,500.00
- Depreciation: \$8,500.00
- Interest Expense: \$7,325.00

- Miscellaneous: \$2,140.24
- TOTAL EXPENSES:** \$104,071.91

**NET INCOME:** \$31,728.09

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## STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2024

### OPERATING ACTIVITIES

- Net Income: \$31,728.09
- Adjustments for non-cash items:
  - Depreciation: \$8,500.00
  - Changes in Working Capital: (\$3,250.75)
- Net Cash from Operating Activities:** \$36,977.34

### INVESTING ACTIVITIES

- Purchase of Equipment: (\$12,500.00)
- Purchase of Investments: (\$20,000.00)
- Net Cash used in Investing Activities:** (\$32,500.00)

### FINANCING ACTIVITIES

- Repayment of Loan: (\$12,000.00)
- Net Cash used in Financing Activities:** (\$12,000.00)

**NET INCREASE/(DECREASE) IN CASH:** (\$7,522.66)

**CASH AT BEGINNING OF YEAR:** \$52,844.42

**CASH AT END OF YEAR:** \$45,321.76

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## NOTES TO FINANCIAL STATEMENTS

### Note 1: Background Information

This financial statement has been prepared for Ava Thompson ([AVA.THOMPSON@EXAMPLE.NET](mailto:AVA.THOMPSON@EXAMPLE.NET)), residing at 123 Main St, Edmonton, for the fiscal year ending December 31, 2024. The statement has been prepared in accordance with generally accepted accounting principles.

### Note 2: Summary of Significant Accounting Policies

The financial statements have been prepared on an accrual basis. The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period.

### **Note 3: Property and Equipment**

Property and equipment are recorded at cost. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets.

### **Note 4: Investments**

Investments are reported at fair market value as of December 31, 2024.

### **Note 5: Mortgage Payable**

The mortgage payable represents the outstanding balance on the property located at 123 Main St, Edmonton. The mortgage bears interest at 4.5% per annum and matures in 2039.

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*This document contains confidential financial information for Ava Thompson  
(AVA.THOMPSON@EXAMPLE.NET). This statement is for testing purposes only and does not contain actual  
financial data.*