**In-class Exercise: Contribution Format Income Statement:**

Marwick’s Pianos, Inc., purchases pianos from a large manufacturer and sells them at the retail level. The pianos cost, on the average, $2,450 each from the manufacturer. Marwick’s Pianos, Inc., sells the pianos to its customers at an average price of $3,125 each. The selling and administrative costs are presented below. In August, this company sold and delivered 40 pianos.



***Requirement*: Prepare the contribution format income statement**