

Quality Construction Company
 Income Statement
 For the Period Ended December 31, 20XX

REVENUES

Construction Sales	\$ 545,600
Less Direct Labor	- 120,500
Less Direct Materials	<u>- 257,000</u>
Gross Profit	<u><u>\$ 168,100</u></u>

EXPENSES

Selling Expenses:	
Advertising	\$ 3,400
Salaries - Sales	<u>49,500</u>
Total Selling Expense	<u>\$ 52,900</u>
Administrative Expenses:	
Salaries - Office	\$ 34,400
Telephone	4,800
Insurance Expense	<u>29,700</u>
Total Administrative Expenses	<u>\$ 68,900</u>
Total Expenses	<u><u>\$ 121,800</u></u>
NET INCOME	<u><u>\$ 46,300</u></u>

Quality Construction Company
 Statement of Owners' Equity
 For the Period Ended December 31, 20XX

Beginning Owners' Equity	\$ 92,400
Add Net Income	46,300
Less Distributions to Owners	- 74,000
Ending Owners' Equity	<u>\$ 64,700</u>