Winters Company uses a standard cost system. During January, the company reported the following manufacturing variances.

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Materials price variance | $1,480 U |  | Labor quantity variance | $ 790 U |
| Materials quantity variance | 760 F |  | Overhead variance | 840 U |
| Labor price variance | 620 U |  |  |  |

In addition, 9,160 units of product were sold at $8.00 per unit. Each unit sold had a standard cost of $6.00. Selling and administrative expenses were $8,000 for the month.

Prepare an income statement for management for the month ended January 31, 2011. ***(List amounts from largest positive to smallest positive followed by most negative to least negative, e.g. 15, 14, 10, -17, -5, -1. For favorable variance use either a negative sign preceding the number, e.g. -45 or parenthesis, e.g. (45). Enter all other amounts as positive amounts and subtract where necessary.)***

|  |  |  |
| --- | --- | --- |
| **WINTERS COMPANY** | | |
| **Income Statement** | | |
| **For the Month Ended January 31, 2011** | | |
|  |  | $ |
|  |  |  |
|  |  |  |
| Variances |  |  |
|  | $ |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
| Total variance - |  |  |
|  |  |  |
|  |  |  |
| Net income |  |  |