|  |
| --- |
| **Income Statement for Porter Company 2008** |
|  |  |  |  |  |
| Service Revenue |  | 77,800 |  |  |
| Advertisement Expense | 12,000 |  |  |  |
| Supplies Expense | 3,700 |  |  |  |
| Depreciation Expense | 8,000 |  |  |  |
| Insurance Expense | 4,000 |  |  |  |
| Salaries Expense | 39,000 |  |  |  |
| Interest Expense | 1,000 |  |  |  |
| Total Expense |  | -67,700 |  |  |
| Net Income |  | 10,100 |  |  |
|  |  |  |  |  |
|  |  |  |  |  |
| **Retained earnings Statement for Porter Company 2008** |
|  |  |  |  |  |
| Retained Earnings, Jan.1, 2008 | 6000 |  |  |  |
| Net Income for year 2008 | 10,100 |  |  |  |
| Dividends | -12,000 |  |  |  |
| Retained Earnings, Dec. 31, 2008 | 4,100 |  |  |  |

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| **PORTER COMPANY** |
| Balance Sheet |
| for the year ended December 31, 2008 |
| **Assets** |  |  |  | **Liabilities** |  |  |
| Current assets |  |  |  | Current Liabilities |  |  |
|  Cash | 18,800 |  |  |  Notes Payable | 10,000 |  |
|  Accounts Receivable | 16,200 |  |  |  Accounts Payable | 8,000 |  |
|  Supplies | 2,300 |  |  |  Salaries Payable | 2,600 |  |
|  Prepaid Insurance | 4,400 | 41,700 |  |  Interest Payable | 1,000 | 21,600 |
| Non Current Assets |  |  |  | Non Current Liabilities |  |  |
|  Office Equipment | 44,000 |  |  |  Notes Payable | 10,000 | 10,000 |
|  Accumulated Depreciation - Office Equipment | -20,000 |  |  |  |  | 31,600 |
|  Net Office Equipment |  | 24,000 |  | Shareholder's Equity |  |  |
| Total Assets |  | 65,700 |  |  Common Stock | 30,000 |  |
|  |  |  |  |  Retained Earnings | 4,100 |  |
|  |  |  |  | Total Liabilities & Shareholder's Equity | 34,100 |
|  |  |  |  |  |  | 65,700 |