

Financial Statement of Activities Example

Statement of Activities (Profit or Loss)	
Total Income: including Sales Tax (columns 8 & 9 ONLY)	A. \$500
Expenses	
Sales Tax Calculation: Sales Income x Local and State Sales Tax = Total Sales Tax	B. + \$50
Materials and Supplies (column 10)	C. + \$100
Wages, Salaries, & Commissions (column 11)	D. + \$200
Other Expenses (column 12)	E. + \$25
Total Expenses (add lines B-E)	F. = \$375
Net Profit/Net Loss Calculation: Total Income - Total Expenses = Net Profit/Net Loss	G. = \$125
Company Bonuses (see explanation below)	H. - \$50
Net Profit after Company Bonuses	I. = \$75

Statement of Financial Position (Balance Sheet)	
Assets: Cash Balance (column 3)	J. \$225
Liabilities and Capital:	
Sales Tax (line B)	K. + \$50
Accounts Payable (column 6)	L. + \$0
Capital Stock (column 7)	M. + \$50
Other Income (column 9)	N. + \$0
Company Bonuses (line H)	O. + \$50
Net Profit (line I)	P. + \$75
Total (must equal Assets on line J) (add lines K-P)	Q. = \$225

Book Value of Stock (upon company Liquidation)	
Net Profit (line I)	R. \$75
Capital Stock (column 7 or line M above)	S. + \$50
Total	T. = \$125
Number of Shares of Stock sold	U. / 25
Book Value (\$2 initial stock sold + \$3 stock dividend):	V. = \$5

Directions for awarding company bonuses: If your company made a net profit, it may award company bonuses before the Book Value is calculated.

When calculating the Book Value of stock, if your company can award company bonuses, **the minimum payment to stockholders in the form of a dividend is \$2.02 total Book Value** (\$2 for the initial price of stock and \$.02 as a stock dividend).