Name Date Class

Problem 9-4 (concluded)

Wilderness Rentals
Income Statement
For the Month Ended Sept 30, 20—

Revenue:		
Equipments Rental Revenue		10 629 00
Expenses:		
Advertising Expense	2 113 00	
Maintenance Expense	1 200 00	
Rent Expense	3 500 00	
Utilities Expense	2 004 00	
Total Expense		8 817 00
Net Income		1 812 00

Analyze: Revenue 10629 Income 1812 1812/10629 = 17.05 % return on sales

Problem 9-5 Preparing a Statement of Changes in Owner's Equity *(textbook p. 244)*

Wilderness Rentals
Statement of Changes in Owners Equity
For Month Ending Sept 30, 20—

Beginning Capital, Sept 1, 20—		12 760 00 *
Add: Investment by Owner	500 00	
Net Income	1 812 00	
Total Increase in Capital		2 312 00
Sub Total		15 072 00
Less: Withdrawes by Owner		700 00
Ending Capital, Sept 30, 20—		14 372 00

* Subtract the 500 Investment from worksheet Capital total because it has it included.

Name Date Class

Problem 9-5 (concluded)

Wilderness Rentals

Balance Sheet

for the month ended Sept 30, 20—

Assets		
Cash in Bank	5,511.00	
Accts Rec — Helen Katz	929.00	
Accts Rec — Polk and Co	467.00	
Office Supplies	974.00	
Office Equip.	4,519.00	
Camping Equip.	6,3[illegible]0.00	
Total Assets		18,699.00
Liabilities		
Accts Payable — Adv Equipment	2,316.00	
Accts Payable — Digital Tech	1,109.00	
Accts Payable — Greg Mallory	902.00	
Total Liabilities		4,327.00
Owner's Equity		
Ronald Hicks, Capital		14,372.00
Total Liabilities and Owners Eq.		18,699.00

T

Equal

* From Statement of Changes in O.E.

Analyze: Current Ratio = current assets / current Liabilities to 1

18,699 / 4327 = 4.32 : 1