

Bobcat Betty's Fudge Sandwich Business, Inc.			
1	Cash	24,000	
	Common Stock		24,000
	To record opening of business.		
2	Inventory	24,000	
	Cash		20,000
	Accounts Payable		4,000
	To record purchase of 20,000@1.		
3	Cash	40,000	
	Sales		40,000
	To record sales of 20,000@2.		
4	Cost of Goods Sold	20,000	
	Inventory		20,000
	To record cost of sales 20,000@1		
5	Salaries Expense	8,500	
	Cash		8,500
	To record payment of salaries.		
6	Parking Fees Expense	900	
	Cash		900
	To record payment of parking fees.		
7	Parking Fees Expense	500	
	Parking Fees Payable		500
	To record parking fees owed.		
8	Cart Rental	2,000	
	Cash		2,000
	To record rental fees paid for cart.		
9	Security Deposit	500	
	Cash		500
	To record payment of security deposit.		
10	Cash	200	
	Interest Revenue		200
	To record interest income.		
11	Cash	6,000	
	Common Stock		6,000
	Sold 60 shares of common stock		
12	Tax Expense	3,320	
	Taxes Payable		3,320
	To record yr 1 taxes.		
13	Sales	40,000	
	Interest Revenue	200	
	Cost of Goods Sold		20,000
	Salaries Expense		8,500
	Parking Fees Expense		1,400
	Cart Rental Fees		2,000
	Tax Expense		3,320
	Retained Earnings		4,980
	To close yr. 1 books.		
		170,120	170,120

Bobcat Betty's Fudge Sandwich Business, Inc.
Balance Sheet
December 31, 20X1

Assets		Liabilities	
Current Assets		Current Liabilities	
Cash	\$ 38,300	Accounts Payable	\$ 4,000
Inventory	<u>4,000</u>	Taxes Payable	3,320
Total Current Assets	42,300	Parking Fees Payable	<u>500</u>
Fixed Assets		Total Current Liabilities	7,820
None		Long-Term Debt	
		None	<u>0</u>
		Total Liabilities	7,820
		Owners' Equity	
Other Assets		Common Stock	\$ 30,000
Security Deposit	<u>500</u>	Retained Earnings	<u>4,980</u>
Total Assets	<u>\$ 42,800</u>	Total Owners' Equity	<u>34,980</u>
		Total Liabilities and Owners' Equity	<u>\$ 42,800</u>

Bobcat Betty's Fudge Sandwich Business, Inc.
Income Statement
For the Year Ended December 31, 20X1

Sales	\$ 40,000
Cost of Goods Sold	<u>20,000</u>
Gross Margin	20,000
Operating Expenses	
Salaries Expense	\$ 8,500
Parking Fees Expense	1,400
Cart Rental Expense	<u>2,000</u>
Total Operating Expenses	<u>11,900</u>
Operating Income	8,100
Other Revenues & <Expenses>	
Interest Revenue	<u>200</u>
Income Before Taxes	8,300
Tax Expense	<u>3,320</u>
Net Income	<u>\$ 4,980</u>
Earnings Per Share	<u>\$ 17.17</u>

Bobcat Betty's Fudge Sandwich Business, Inc.
Statement of Owners' Equity
For the Year Ended December 31, 20X1

	Shares	Common Stock	Retained Earnings	Totals
Beginning Balance		\$ -	\$ -	\$ -
Issuance of Stock	300	30,000		30,000
Net Earnings for the Year			4,980	4,980
Dividends Declared			0	0
Ending Balance	<u>300</u>	<u>\$ 30,000</u>	<u>\$ 4,980</u>	<u>\$ 34,980</u>