PREPARING FINANCIAL STATEMENTS

As the accountant for Wheatley International, it is your job to prepare the company's income statement and balance sheet. Use the accounts listed below to construct the statements. Assume that the tax rate is 25%.

List of Accounts for

WHEATLEY INTERNATIONAL

Accounts Receivable	$ 120,600
Land	1,500,000
Notes Receivable	61,200
Insurance Expenses	54,000
Accounts Payable	45,000
Interest Expenses	24,600
Common Stock	1,896,000
Depreciation	400,000
Net Sales	1,053,000
Ending Inventory	126,600
Notes Payable (Long-Term)	210,000
Beginning Inventory	154,800
Retained Earnings	1,459,800
Advertising Expense	90,000
Cash	72,000
Salaries	180,000
Short-Term Notes Payable	15,600
Merchandise Purchased (for Inventory)	316,800
Buildings	1,050,000
Rent	13,800
Utilities	8,400
Equipment & Vehicles	1,066,000
Goodwill	90,000
Bonds Payable	60,000