

**Sample Corporation**

Real Estate Purchase

**Consolidated Income Statement**

	<b>HISTORY</b>		
Accounting Prepared/ Internally Prepared / Federal Tax Return / Audited Financials	<b>Reviewed</b>	<b>Reviewed</b>	<b>Reviewed</b>
Accounting Method - Cash / Accrual	<b>Cash</b>	<b>Cash</b>	<b>Cash</b>
Number of Months	<b>12</b>	<b>12</b>	<b>12</b>
	31-Dec 2010	31-Dec 2011	31-Dec 2012
Sales	6,329,263	6,313,360	7,049,083
Total Sales	6,329,263	6,313,360	7,049,083
Cost of Services	3,096,927	3,473,096	3,732,432
Total Cost of Goods Sold	3,096,927	3,473,096	3,732,432
Gross Profit:	3,232,336 51%	2,840,264 45%	3,316,651 47%
Wages	1,450,000	1,650,000	1,650,000
General & Administrative	1,291,336	856,624	1,136,651
Sales and Marketing	25,000	50,000	75,000
Insurance	15,000	15,000	15,000
Rent	52,000	62,000	62,000
Depreciation/Amortization	66,000	85,000	164,000
Total Operating Expenses	2,899,336	2,718,624	3,102,651
Operating Profit:	333,000 5%	121,640 2%	214,000 3%
Other Income	-	-	-
Other Expense	-	-	-
Other Interest	-	-	-
Interest Expense	6,000	7,000	15,000
Total Other Income/(Expense)	(6,000)	(7,000)	(15,000)
Pre-Tax Profit	327,000	114,640	199,000
Provision for Income Taxes			
Net Profit:	327,000 5%	114,640 2%	199,000 3%
<b>Debt Service</b>			
Net Profit	327,000	114,640	199,000
Plus: Depreciation/Amortization	66,000	85,000	164,000
Plus: Interest	6,000	7,000	15,000
Less: Distributions	-	-	-
Cash Available for Debt Service	399,000	206,640	378,000
Principal - Revolver (Int. Amor)	13,000	6,500	6,500
Principal - CMLTD	37,000	63,000	82,000
Total Debt Service	50,000	69,500	88,500
<b>Coverage</b>			
Debt Service Coverage	8.0	3.0	4.3
Fixed Coverage	66.5	29.5	25.2
Collateral Coverage Ratio	1.8	1.8	1.3