

**WAREN SPORTS SUPPLY  
YEAR-END WORKSHEET  
December 31, 2005**

ACCT NO.	ACCOUNT TITLE	12/31/2004		12/31/2005		ADJUSTMENTS		ADJUSTED TRIAL B.
		POST CLOSING TRIAL BALANCE		UNADJUSTED TRIAL BALANCE		DEBIT	CREDIT	
		DEBIT	CREDIT	DEBIT	CREDIT			
<b>ASSETS</b>								
10100	Cash	11,025.19		101,087.44				101,087.44
10200	Accounts receivable	11,065.00		47,428.00				47,428.00
10300	Allowance for doubtful accounts		3,250.81	1,149.19			3,790.09	
10400	Inventory	101,681.00		101,681.00		195,566.00	101,681.00	195,566.00
10600	Marketable securities			24,000.00				24,000.00
10800	Fixed assets	320,665.00		332,590.00				332,590.00
10900	Accumulated depreciation		81,559.50		81,559.50		35,109.50	
<b>LIABILITIES</b>								
20100	Accounts payable		11,279.35		8,767.15			
20300	Federal income taxes withheld		1,326.76		1,773.28			
20400	State unemployment taxes payable		281.17		87.72			
20500	Federal unemployment taxes payable		83.31		25.99			
20600	F.I.C.A. taxes payable		1,593.30		2,234.20			
20700	Federal incomes taxes payable		29,797.00				65,271.88	
20900	Interest payable				0.00		201.37	
21000	Notes payable				70,000.00			
<b>STOCKHOLDERS' EQUITY</b>								
26000	Common stock		225,000.00		225,000.00			
29000	Retained earnings		90,264.99		90,264.99			
<b>REVENUE AND GROSS PROFIT</b>								
30100	Sales				1,592,552.00			
30200	Sales returns and allowances			61,111.00				61,111.00
30300	Sales discounts taken			15,405.82				15,405.82
30400	Cost of goods sold					1,027,351.74		1,027,351.74
30500	Purchases			1,132,645.00			1,132,645.00	0.00
30600	Purchases returns and allowances				19,445.00	19,445.00		
30700	Purchases discounts taken				16,644.20	16,644.20		
30800	Freight-in			24,680.94			24,680.94	0.00
31200	Miscellaneous revenue				825.00			
<b>EXPENSES</b>								
40100	Rent expense			57,600.00				57,600.00
40200	Advertising expense			22,155.00				22,155.00
40300	Office supplies expense			5,621.45				5,621.45
40400	Depreciation expense							
40500	Wages and salaries expense			141,201.14				141,201.14
40600	Payroll tax expense			11,535.30				11,535.30
40700	Federal income tax expense					65,271.88		65,271.88
40800	Interest expense					201.37		201.37
40900	Bad debt expense					3,790.09		3,790.09
41000	Other operating expense			29,287.75				29,287.75
	<b>Sub-totals</b>	444,436.19	444,436.19	2,109,179.03	2,109,179.03	1,328,270.28	1,363,379.78	2,141,203.98
	<b>Net Income (Loss)</b>							
	<b>TOTALS</b>	444,436.19	444,436.19	2,109,179.03	2,109,179.03	1,328,270.28	1,363,379.78	2,141,203.98

**Additional Data Needed**

Interest Rate for Note	7%
Number of days note is outstanding	15
Number of days in a year	365
Ending Inventory value	195,566.00
Bad Debt Expense % of net sales	0.25%
Market value of securities at end of year is same as cost	

**Income tax rates**

compute here and transfer to Income tax expense with a cell reference

	Amount on which Waren will be taxed at this rate	Tax on that amount
for 1st \$50,000	15%	7500
of next \$25,000	25%	6250
amount over \$75,000	36%	143,116.34

Total Tax 65271.883

Transfer to adjustment columns of worksheet using a cell reference