

# Example Corporation

## Income Statement

### Years ended December 31

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Net sales	\$ 3,980	\$ 3,750	\$3,400
Cost of sales	<u>3,100</u>	<u>2,950</u>	<u>2,700</u>
Gross profit	880	800	700
Selling, general and administrative expenses	<u>640</u>	<u>590</u>	<u>510</u>
Operating income	240	210	190
Interest expense	20	15	15
Loss on sale of equipment	<u>5</u>	<u>-</u>	<u>4</u>
Income before income taxes	215	195	171
Income tax expense	<u>50</u>	<u>40</u>	<u>36</u>
Net income	<u><u>\$ 165</u></u>	<u><u>\$ 155</u></u>	<u><u>\$ 135</u></u>

See notes to the financial statements.