



Rural Services of Indiana, Inc.

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SOLUTION SESSION 1 - EXERCISE 3

Create an income statement for Arnold Ziphel's Farm using the following information:

From January 1 through March 31 the owner deposited \$50,000 for selling beans and \$25,000 for selling corn.

The cash rent for the Spring was \$6,000;
Electricity \$1,000;
Bank payment \$23,000;
Crop insurance \$900.

ARNOLD ZIPHEL FARMS

QUARTERLY INCOME STATEMENT

INCOME/REVENUE

Bean Income	\$ 50,000	
Corn Income	25,000	
		\$75,000

EXPENSE

Cash Rent	\$ 6,000	
Electricity	1,000	
Bank Payment	23,000	
Crop Insurance	900	
		\$30,900
		<u>\$44,100</u>