**Analysing Business Results Activities**

**Activity 2**

The following information was provided by Scorpio Blue Iron Ore, a small mining company based in Western Australia for year ended 30 June 2015

|  |  |
| --- | --- |
| Sales  | 220,000 |
| Office Expenses | 14,000 |
| Utilities Expense  | 2,580 |
| Cost of Goods Sold | 42,000 |
| Equipment Maintenance  | 6,000 |
| Advertising  | 7,000 |
| Wages | 17,000 |
| Rent paid | 12,000 |

1. Prepare an Income Statement for Scorpio Blue Iron Ore for year ended 30 June 2015.
2. Conduct a financial analysis of the company figures. Include a pie chart in your analysis
3. Provide a brief comment on the findings of your analysis

Scorpio Blue has provided you with the following information for year ended 30 June 2016

|  |  |
| --- | --- |
| Sales  | 220,000 |
| Office Expenses | 18,000 |
| Utilities Expense  | 3,500 |
| Cost of Goods Sold | 48,000 |
| Equipment Maintenance  | 6,000 |
| Advertising  | 10,000 |
| Wages | 17,000 |
| Rent paid | 14,000 |

1. Prepare the Income Statement for year ended 30 June 2016.
2. Conduct an analysis. How do these figures compare to that of the previous year? What does Company Management need to consider going forward?