

Financial Statement Analysis

Income Statement

Account	2019	2018
Revenue	1000	900
Cost of Goods Sold	(400)	(350)
Gross Profit	600	550
Selling Expenses	(100)	(90)
Administrative Expenses	(150)	(140)
Depreciation Expense	(50)	(45)
Interest Expense	(30)	(25)
Income Tax Expense	(40)	(35)
Net Income	130	110

The income statement shows that the company's net income increased from 110 in 2018 to 130 in 2019. This increase is primarily due to higher revenue and lower selling and administrative expenses.

