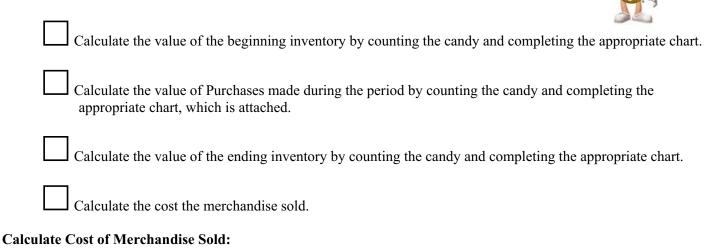


Farina's Gourmet Candy Stand



Directions: Farina's Candy Stand is in its first year of operation at the Festival Flea Market. Since the Farinas anticipate success with their candy business, they setup as a corporation. Right now they only sell Gourmet Candy—the latest fade among candy enthusiasts. Work with at least two other students to complete the following activities.

Part I:



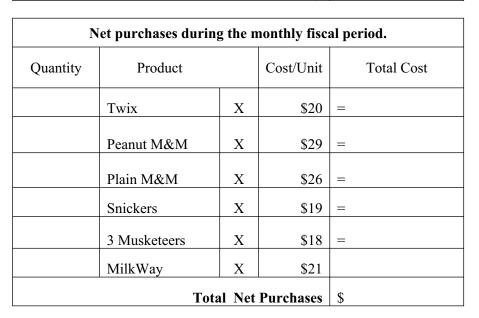
Each piece of candy represents one case. The wholesale prices per case are listed in the tables below

28	Beginning Inventory	\$		
A.	Plus Purchases	\$		
	Total of Merchandise Available for Sale	\$		
	Less Ending Inventory	\$		
	Cost of Merchandise Sold	\$		

Part II

Using the data below, prepare an Income Statement for **Farina's Candy Stand** for the monthly fiscal period ended October 31, 20-- (calculate component percentages). Remember, this is a corporation so it will be necessary to calculate the federal income tax owed on net income using the chart in the textbook.

Beginning Inventory October 1							
Quantity	Product		Cost/Case		Total Cost		
	Twix	X	\$20	=			
	Peanut M&M	X	\$29	=			
	Plain M&M	X	\$26	=			
	Snickers	X	\$19	=			
	3 Musketeers	X	\$18	=			
	MilkWay	X	\$21				
Value of October 1, Merchandise Inventory				\$			



Ending Inventory October 31							
Quantity	Product		Cost/Unit	Total Cost			
				=			
	Twix	Х	\$20				
	Peanut M&M	X	\$29	=			
	Plain M&M	Х	\$26	=			
	Snickers	X	\$19	=			
	3 Musketeers	X	\$18	=			
	MilkWay	Х	\$21				
Value	of October 31, N	\$					

