

**NEW HORIZONS
INCOME STATEMENT
QUARTERLY REPORTS FOR 1998**

	Q1	Q2	Q3	Q4
SALES	\$51,812	\$64,212	\$95,212	\$107,612
EXPENSES:				
SALARIES	\$102,500	\$102,500	\$102,500	\$102,500
RENT	5000	5000	5000	5000
INSURANCE	1000	1000	1000	1000
DEPRECIATON	2712	2712	2712	2712
ADMINISTRATION	2500	3000	3500	4000
R & D	3000	3500	4000	5000
TOTAL EXPENSES	<u>116,712</u>	<u>117,712</u>	<u>118,712</u>	<u>120,212</u>
NET INCOME	<u><u>(\$64,900)</u></u>	<u><u>(\$53,500)</u></u>	<u><u>(\$23,500)</u></u>	<u><u>(\$12,600)</u></u>

**NEW HORIZONS
STATEMENT OF RETAINED EARNINGS
QUARTERLY REPORTS FOR 1998**

	Q1	Q2	Q3	Q4
BEGINNING RETAINED EARNINGS	\$0.00	(\$64, 900)	(\$118,400)	(\$141,900)
ADD: NET LOSS	<u>(64, 900)</u>	<u>(\$53,500)</u>	<u>(\$23,500)</u>	<u>(\$12,600)</u>
RETAINED EARNINGS	<u><u>(\$64, 900)</u></u>	<u><u>(\$118,400)</u></u>	<u><u>(\$141,900)</u></u>	<u><u>(\$154,500)</u></u>