



# Hardware Store

FICTIONAL BUSINESS PLAN

OSHKOSH HARDWARE, INC

---

123 Main St.  
Oshkosh, WI 54901

June 1994

---

*The following plan outlines how a small hardware store can survive competition from large discount chains by offering products and providing expert advice in the use of any product it sells. This plan is fictional and has not used to gain funding from a bank or other lending institution.*

---

- EXECUTIVE SUMMARY
- THE BUSINESS
- THE MARKET
- SALES
- MANAGEMENT
- GOALS IMPLEMENTATION
- FINANCE
- JOB DESCRIPTION-GENERAL MANAGER
- QUARTERLY FORECASTED BALANCE SHEETS
- QUARTERLY FORECASTED STATEMENTS OF EARNINGS AND RETAINED EARNINGS
- QUARTERLY FORECASTED STATEMENTS OF CHANGES IN FINANCIAL POSITION
- FINANCIAL RATIO ANALYSIS
- DETAILS FOR QUARTERLY STATEMENTS OF EARNINGS

## EXECUTIVE SUMMARY

Oshkosh Hardware, Inc. is a new corporation which is going to establish a retail hardware store in a strip mall in Oshkosh, Wisconsin. The store will sell hardware of all kinds, quality tools, paint and housewares. The business will make revenue and a profit by servicing its customers not only with needed hardware but also with expert advice in the use of any product it sells.

Oshkosh Hardware, Inc. will be operated by its sole shareholder, James Smith. The company will have a total of four employees. It will sell its products in the local market. Customers will buy our products because we will provide free advice on the use of all of our products and will also furnish a full refund warranty.

Oshkosh Hardware, Inc. will sell its products in the Oshkosh store staffed by three sales representatives. No additional employees will be needed to achieve its short and long range goals. The primary short range goal is to open the store by October 1, 1994. In order to achieve this goal a lease must be signed by July 1, 1994 and the complete inventory ordered by August 1, 1994.

Mr. James Smith will invest \$30,000 in the business. In addition the company will have to borrow \$150,000 during the first year to cover the investment in inventory, accounts receivable, and furniture and equipment.

*Источник бизнес-плана: <http://www.referenceforbusiness.com>*



The company will be profitable after six months of operation and should be able to start repayment of the loan in the second year.

## THE BUSINESS

The business will sell hardware of all kinds, quality tools, paint, and housewares. We will purchase our products from three large wholesale buying groups.

In general our customers are homeowners who do their own repair and maintenance, hobbyists, and housewives. Our business is unique in that we will have a complete line of all hardware items and will be able to get special orders by overnight delivery. The business makes revenue and profits by servicing our customers not only with needed hardware but also with expert advice in the use of any product we sell. Our major costs for bringing our products to market are cost of merchandise of 36%, salaries of \$45,000, and occupancy costs of \$60,000.

Oshkosh Hardware, Inc.'s retail outlet will be located at 1524 Frontage Road, which is in a newly developed retail center of Oshkosh. Our location helps facilitate accessibility from all parts of town and reduces our delivery costs. The store will occupy 7500 square feet of space. The major equipment involved in our business is counters and shelving, a computer, a paint mixing machine, and a truck.

## THE MARKET

Oshkosh Hardware, Inc. will operate in the local market. There are 15,000 potential customers in this market area. We have three competitors who control approximately 98% of the market at present. We feel we can capture 25% of the market within the next four years. Our major reason for believing this is that our staff is technically competent to advise our customers in the correct use of all products we sell.

After a careful market analysis we have determined that approximately 60% of our customers are men and 40% are women. The percentage of customers that fall into the following age categories are:

- Under 16-0%
- 17-21-5%
- 22-30-30%
- 31-40-30%
- 41-50-20%
- 51-60-10%
- 61-70-5%
- Over 70-0%

The reasons our customers prefer our products is our complete knowledge of their use and our full refund warranty.

We get our information about what products our customers want by talking to existing customers. There seems to be an increasing demand for our product. The demand for our product is increasing in size based on the change in population characteristics.

## SALES

At Oshkosh Hardware, Inc. we will employ 3 sales people and will not need any additional personnel to achieve our sales goals. These salespeople will need several years experience in home repair and power tool usage. We expect to attract 30% of our customers from newspaper ads, 5% of our customers from local directories, 5% of our customers from the yellow pages, 10% of our customers from family and friends and 50% of our customers from current customers. The most cost effect source will be current customers. In



general our industry is growing.

## MANAGEMENT

We would evaluate the quality of our management staff as being excellent. Our manager is experienced and very motivated to achieve the various sales and quality assurance objectives we have set. We will use a management information system which produces key inventory, quality assurance and sales data on a weekly basis. All data is compared to previously established goals for that week and deviations are the primary focus of the management staff.

## GOALS IMPLEMENTATION

The short term goals of our business are:

1. Open the store by October 1, 1994
2. Reach our breakeven point in two months
3. Have sales of \$100,000 in the first six months

In order to achieve our first short term goal we must:

1. Sign the lease by July 1, 1994
2. Order a complete inventory by August 1, 1994

In order to achieve our second short term goal we must:

1. Advertise extensively in Sept. and Oct.
2. Keep expenses to a minimum

In order to achieve our third short term goal we must:

1. Promote power tool sales for the Christmas season
2. Keep good customer traffic in Jan. and Feb.

The long term goals for our business are:

1. Obtain sales volume of \$600,000 in three years
2. Become the largest hardware dealer in the city
3. Open a second store in Fond du Lac

The most important thing we must do in order to achieve the long term goals for our business is to develop a highly profitable business with excellent cash flow.

## FINANCE

Oshkosh Hardware, Inc. Faces some potential threats or risks to our business. They are discount house competition. We believe we can avoid or compensate for this by providing quality products complimented by quality advice on the use of every product we sell. The financial projections we have prepared are located at the end of this document.

## JOB DESCRIPTION-GENERAL MANAGER

The General Manager of the business of the corporation will be the president of the corporation. He will be responsible for the complete operation of the retail hardware store which is owned by the corporation. A detailed description of his duties and responsibilities is as follows:



## Sales

Train and supervise the three sales people. Develop programs to motivate and compensate these employees. Coordinate advertising and sales promotion effects to achieve sales totals as outlined in budget. Oversee purchasing function and inventory control procedures to insure adequate merchandise at all times at a reasonable cost.

## Finance

Prepare monthly and annual budgets. Secure adequate line of credit from local banks. Supervise office personnel to insure timely preparation of records, statements, all government reports, control of receivables and payables and monthly financial statements.

## Administration

Perform duties as required in the areas of personnel, building leasing and maintenance, licenses and permits and public relations.

## QUARTERLY FORECASTED BALANCE SHEETS

	Beg Bal	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr
<b>Assets</b>					
Cash	30,000	418	(463)	(3,574)	4,781
Accounts Receivable	0	20,000	13,333	33,333	33,333
Inventory	0	48,000	32,000	80,000	80,000
Other Current Assets	0	0	0	0	0
<b>Total Current Assets</b>	<b>30,000</b>	<b>68,418</b>	<b>44,870</b>	<b>109,759</b>	<b>118,114</b>
Land	0	0	0	0	0
Building & Improvements	0	0	0	0	0
Furniture & Equipment	0	75,000	75,000	75,000	75,000
<b>Total Fixed Assets</b>	<b>0</b>	<b>75,000</b>	<b>75,000</b>	<b>75,000</b>	<b>75,000</b>
Less Accum. Depreciation	0	1,875	3,750	5,625	7,500
<b>Net Fixed Assets</b>	<b>0</b>	<b>73,125</b>	<b>71,250</b>	<b>69,375</b>	<b>67,500</b>
Intangible Assets	0	0	0	0	0
Less Amortization	0	0	0	0	0
<b>Net Intangible Assets</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Other Assets	0	0	0	0	0
<b>Total Assets</b>	<b>30,000</b>	<b>141,543</b>	<b>116,120</b>	<b>179,134</b>	<b>185,614</b>

	Beg Bal	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr
<b>Assets</b>					
Cash	30,000	418	(463)	(3,574)	4,781
Accounts Receivable	0	20,000	13,333	33,333	33,333
Inventory	0	48,000	32,000	80,000	80,000
Other Current Assets	0	0	0	0	0
<b>Total Current Assets</b>	<b>30,000</b>	<b>68,418</b>	<b>44,870</b>	<b>109,759</b>	<b>118,114</b>
Land	0	0	0	0	0
Building & Improvements	0	0	0	0	0
Furniture & Equipment	0	75,000	75,000	75,000	75,000
<b>Total Fixed Assets</b>	<b>0</b>	<b>75,000</b>	<b>75,000</b>	<b>75,000</b>	<b>75,000</b>
Less Accum. Depreciation	0	1,875	3,750	5,625	7,500



	Beg Bal	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr
Net Fixed Assets	0	73,125	71,250	69,375	67,500
Intangible Assets	0	0	0	0	0
Less Amortization	0	0	0	0	0
Net Intangible Assets	0	0	0	0	0
Other Assets	0	0	0	0	0
<b>Total Assets</b>	<b>30,000</b>	<b>141,543</b>	<b>116,120</b>	<b>179,134</b>	<b>185,614</b>

**Liabilities and Shareholders' Equity**

Short-Term Debt	0	0	0	0	0
Accounts Payable	0	12,721	10,543	17,077	17,077
Dividends Payable	0	0	0	0	0
Income Taxes Payable	0	(1,031)	(2,867)	(2,355)	(1,843)
Accrued Compensation	0	1,867	1,867	1,867	1,867
Other Current Liabilities	0	0	0	0	0
Total Current Liabilities	0	13,557	9,543	16,589	17,101
Long-Term Debt	0	110,000	110,000	160,000	160,000
Other Non-Current Liabilities	0	0	0	0	0
Total Liabilities	0	123,557	119,543	176,589	177,101
Common Stock	30,000	30,000	30,000	30,000	30,000
Retained Earnings	0	(12,014)	(33,423)	(27,455)	(21,487)
Shareholders' Equity	30,000	17,986	(3,423)	2,545	8,513
Total Liabilities & Shareholders' Equity	30,000	141,543	116,120	179,134	185,614

**Liabilities and Shareholders' Equity**

Short-Term Debt	0	0	0	0	0
Accounts Payable	0	12,721	10,543	17,077	17,077
Dividends Payable	0	0	0	0	0
Income Taxes Payable	0	(1,031)	(2,867)	(2,355)	(1,843)
Accrued Compensation	0	1,867	1,867	1,867	1,867
Other Current Liabilities	0	0	0	0	0
Total Current Liabilities	0	13,557	9,543	16,589	17,101
Long-Term Debt	0	110,000	110,000	160,000	160,000
Other Non-Current Liabilities	0	0	0	0	0
Total Liabilities	0	123,557	119,543	176,589	177,101
Common Stock	30,000	30,000	30,000	30,000	30,000
Retained Earnings	0	(12,014)	(33,423)	(27,455)	(21,487)
Shareholders' Equity	30,000	17,986	(3,423)	2,545	8,513
Total Liabilities & Shareholders' Equity	30,000	141,543	116,120	179,134	185,614



## QUARTERLY FORECASTED STATEMENTS OF EARNINGS AND RETAINED EARNINGS

	Beg Actual	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
Total Sales	0	60,000	40,000	100,000	100,000	300,000
Goods/Services	0	21,600	14,400	36,000	36,000	108,000
Gross Profit	0	38,400	25,600	64,000	64,000	192,000
Operating Expenses	0	47,645	45,045	52,845	52,845	198,380
Fixed Expenses						
Interest	0	1,925	1,925	2,800	2,800	9,450
Depreciation	0	1,875	1,875	1,875	1,875	7,500
Amortization	0	0	0	0	0	0
Total Fixed Expenses	0	3,800	3,800	4,675	4,675	16,950
Operating Profit						
(Loss)	0	(13,045)	(23,245)	6,480	6,480	(23,330)
Other Income						
(Expense)	0	0	0	0	0	0

	Beg Actual	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
Total Sales	0	60,000	40,000	100,000	100,000	300,000
Goods/Services	0	21,600	14,400	36,000	36,000	108,000
Gross Profit	0	38,400	25,600	64,000	64,000	192,000
Operating Expenses	0	47,645	45,045	52,845	52,845	198,380
Fixed Expenses						
Interest	0	1,925	1,925	2,800	2,800	9,450
Depreciation	0	1,875	1,875	1,875	1,875	7,500
Amortization	0	0	0	0	0	0
Total Fixed Expenses	0		3,800	4,675	4,675	16,950
Operating Profit (Loss)	0	(13,045)	(23,245)	6,480	6,480	(23,330)
Other Income (Expense)	0	0	0	0	0	0

Interest Income						
Earnings (Loss)						
Before Taxes	0	(13,045)	(23,245)	6,480	6,480	(23,330)
Income Taxes	0	(1,031)	(1,836)	512	512	(1,843)
Net Earnings	0	(12,014)	(21,409)	5,968	5,968	(21,487)
Retained Earnings,						
Beginning	0	0	(12,014)	(33,423)	(27,455)	0
Less Dividends	0	0	0	0	0	0
Retained Earnings,						
Ending	0	(12,014)	(33,423)	(27,455)	(21,487)	(21,487)

### Interest Income

### Earnings (Loss)

Before Taxes	0	(13,045)	(23,245)	6,480	6,480	(23,330)
Income Taxes	0	(1,031)	(1,836)	512	512	(1,843)
Net Earnings	0	(12,014)	(21,409)	5,968	5,968	(21,487)
Retained Earnings, Beginning	0	0	(12,014)	(33,423)	(27,455)	0
Less Dividends	0	0	0	0	0	0
Retained Earnings, Ending	0	(12,014)	(33,423)	(27,455)	(21,487)	(21,487)



## QUARTERLY FORECASTED STATEMENTS OF CHANGES IN FINANCIAL POSITION

	Beg Bal	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
<i>Sources (Uses) of Cash</i>						
Net Earnings						
(Loss)	0	(12,014)	(21,409)	5,968	5,968	(21,487)
Depreciation						
& Amortization	0	1,875	1,875	1,875	1,875	7,500
Cash Provided						
by Operations	0	(10,139)	(19,534)	7,834	7,834	(13,987)
Dividends	0	0	0	0	0	0
<i>Cash Provided by (Used For) Changes in</i>						
Accounts Receivable	0	(20,000)	6,667	(20,000)	0	(33,333)
Inventory	0	(48,000)	16,000	(48,000)	0	(80,000)
Other Current Assets	0	0	0	0	0	0
Accounts Payable	0	12,	721	(2,178)	6,534	17,077
Income Taxes	0	(1,031)	(1,836)	512	512	(1,843)
Accrued						
Compensation	0	1,867	0	0	0	1,867
Dividends Payable	0	0	0	0	0	0
Other Current						
Liabilities	0	0	0	0	0	0

	Beg Bal	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
<i>Sources (Uses) of Cash</i>						
Net Earnings (Loss)	0	(12,014)	(21,409)	5,968	5,968	(21,487)
Depreciation & Amortization	0	1,875	1,875	1,875	1,875	7,500
Cash Provided by Operations	0	(10,139)	(19,534)	7,834	7,834	(13,987)
Dividends	0	0	0	0	0	0
<i>Cash Provided by (Used For) Changes in</i>						
Accounts Receivable	0	(20,000)	6,667	(20,000)	0	(33,333)
Inventory	0	(48,000)	16,000	(48,000)	0	(80,000)
Other Current Assets	0	0	0	0	0	0
Accounts Payable	0	12,	721	(2,178)	65,340	17,077
Income Taxes	0	(1,031)	(1,836)	512	512	(1,843)
Accrued Compensation	0	1,867	0	0	0	1,867
Dividends Payable	0	0	0	0	0	0
Other Current Liabilities	0	0	0	0	0	0



Other Assets	0	0	0	0	0	0
Net Cash Provided by (Used For)						
Operating Activities	0	(54,443)	18,653	(60,954)	512	(96,233)
<i>Investment Transactions</i>						
<i>Furniture &amp;</i>						
Equipment	0	(75,000)	0	0	0	(75,000)
Land	0	0	0	0	0	0
<i>Building &amp;</i>						
Improvements	0	0	0	0	0	0
Intangible Assets	0	0	0	0	0	0
<i>Net Cash From</i>						
<i>Investment</i>						
Transactions	0	(75,000)	0	0	0	(75,000)
<i>Financing Transactions</i>						
Short-Term Debt	0	0	0	0	0	0
Long-Term Debt	0	110,000	0	50,000	0	160,000
<i>Other Non-Current</i>						
<i>Liabilities</i>						
<i>Sale of Common</i>						
Stock	30,000	0	0	0	0	0
<i>Net Cash from Financing</i>						
Transactions	30,000	110,000	0	50,000	0	160,000
<i>Net Increase (Decrease)</i>						
in Cash	30,000	(29,582)	(881)	(3,111)	8,355	(25,219)
<i>Cash-Beginning</i>						
of Period	0	30,000	418	(463)	(3,574)	30,000
<i>Cash-End</i>						
of Period	30,000	418	(463)	(3,574)	4,781	4,781

Other Assests	0	0	0	0	0	0
Net Cash Provided by (Used For)						
Operating Activities	0	(54,443)	18,653	(60,954)	512	(96,233)
<i>Investment Transactions</i>						
Furniture & Equipment	0	(75,000)	0	0	0	(75,000)
Land	0	0	0	0	0	0
Building & Improvements	0	0	0	0	0	0
Intangible Assets	0	0	0	0	0	0
<i>Net Cash From</i>						
<i>Investment Transactions</i>						
Transactions	0	(75,000)	0	0	0	(75,000)
<i>Financing Transactions</i>						
Short-Term Debt	0	0	0	0	0	0
Long-Term Debt	0	110,000	0	50,000	0	160,000
<i>Other Non-Current Liabilities</i>						
<i>Sale of Common Stock</i>						
Stock	30,000	0	0	0	0	0
<i>Net Cash from Financing Transactions</i>						
Transactions	30,000	110,000	0	50,000	0	160,000
<i>Net Increase (Decrease) in Cash</i>						
	30,000	(29,582)	(881)	(3,111)	8,355	(25,219)
<i>Cash-Beginning of Period</i>						
	0	30,000	418	(463)	(3,574)	30,000
<i>Cash-End of Period</i>						
	30,000	418	(463)	(3,574)	4,781	4,781



## FINANCIAL RATIO ANALYSIS

	Beg Act	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr
<b>Overall Performance</b>					
Return on Equity	0.00	(66.80)	625.45	234.50	70.10
Return on Total Assets	0.00	(8.49)	(18.44)	3.33	3.22
Operating Return	0.00	(9.22)	(20.02)	3.62	3.49
<b>Profitability Measures</b>					
Gross Profit Percent	0.00	64.00	64.00	64.00	64.00
Profit Margin (AIT)	0.00	(20.02)	(53.52)	5.97	5.97
<b>Operating Income</b>					
per Share	0.00	0.00	0.00	0.00	0.00
Earnings per Share	0.00	0.00	0.00	0.00	0.00
<b>Test of Investment Utilization</b>					
Asset Turnover	0.00	0.42	0.34	0.56	0.54
Equity Turnover	0.00	334	(11.69)	39.29	11.75
Fixed Asset Turnover	0.00	0.82	0.56	1.44	1.48
<b>Average Collection</b>					
Period	0.00	30.00	30.00	30.00	30.00
Days Inventory	0.00	200.00	200.00	200.00	200.00
Inventory Turnover	0.00	0.45	0.45	0.45	0.45
Working Capital Turns	0.00	1.09	1.13	1.07	0.99
<b>Test of Financial Condition</b>					
Current Ratio	0.00	5.05	4.70	6.62	6.91
Quick Ratio	0.00	1.51	1.35	1.79	2.23
Working Capital Ratio	1.00	0.43	0.33	0.57	0.60
Dividend Payout	0.00	0.00	0.00	0.00	0.00
<b>Financial Leverage</b>					
Total Assets	100	7.87	(33.92)	70.30	21.80

	Beg Act	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr
<b>Overall Performance</b>					
Return on Equity	0.00	(66.80)	625.45	234.50	70.10
Return on Total Assets	0.00	(8.49)	(18.44)	3.33	3.22
Operating Return	0.00	(9.22)	(20.02)	3.62	3.49
<b>Profitability Measures</b>					
Gross Profit Percent	0.00	64.00	64.00	64.00	64.00
Profit Margin (AIT)	0.00	(20.02)	(53.52)	5.97	5.97
Operating Income per Share	0.00	0.00	0.00	0.00	0.00
Earnings per Share	0.00	0.00	0.00	0.00	0.00
<b>Test of Investment Utilization</b>					
Asset Turnover	0.00	0.42	0.34	0.56	0.54
Equity Turnover	0.00	334	(11.69)	39.29	11.75
Fixed Asset Turnover	0.00	0.82	0.56	1.44	1.48
Average Collection Period	0.00	30.00	30.00	30.00	30.00
Days Inventory	0.00	200.00	200.00	200.00	200.00
Inventory Turnover	0.00	0.45	0.45	0.45	0.45
Working Capital Turns	0.00	1.09	1.13	1.07	0.99
<b>Test of Financial Condition</b>					
Current Ratio	0.00	5.05	4.70	6.62	6.91
Quick Ratio	0.00	1.51	1.35	1.79	2.23
Working Capital Ratio	1.00	0.43	0.33	0.57	0.60
Dividend Payout	0.00	0.00	0.00	0.00	0.00
<b>Financial Leverage</b>					



	Beg Act	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr
<b>Total Assets</b>	1.00	7.87	(33.92)	70.39	21.80

Debt/Equity	0.00	6.87	(34.92)	69.39	20.80
Debt to Total Assets	0.00	0.87	1.03	0.99	0.95

Year-End Equity History

Shares Outstanding	0	0	0	0	0
Market Price per Share	0.00	0.00	0.00	0.00	0.00
(@20x's earnings)					
Book Value per Share	0.00	0.00	0.00	0.00	0.00

Altman Analysis Ratio

1.2x(1)	1.20	0.47	0.37	0.62	0.65
1.4x(2)	0.00	(0.12)	(0.40)	(0.21)	(0.16)
3.3x(3)	0.00	(0.35)	(0.72)	0.07	0.07
0.6x(4)	0.00	0.00	0.00	0.00	0.00
1.0x(5)	0.00	0.42	0.34	0.56	0.54

Z Value	1.20	.042	(.041)	1.04	1.10
---------	------	------	--------	------	------

Debt/Equity	0.00	6.87	(34.92)	69.39	20.80
-------------	------	------	---------	-------	-------

Debt to Total Assets	0.00	0.87	1.03	0.99	0.95
----------------------	------	------	------	------	------

Year-End Equity History

Shares Outstanding	0	0	0	0	0
--------------------	---	---	---	---	---

Market Price per Share	0.00	0.00	0.00	0.00	0.00
------------------------	------	------	------	------	------

(@20x's earnings)

Book Value per Share	0.00	0.00	0.00	0.00	0.00
----------------------	------	------	------	------	------

Altman Analysis Ratio

1.2x (1)	1.20	0.47	0.37	0.62	0.65
----------	------	------	------	------	------

1.4x (2)	0.00	(0.12)	(0.40)	(0.21)	(0.16)
----------	------	--------	--------	--------	--------

3.3x (3)	0.00	(0.35)	(0.72)	0.07	0.07
----------	------	--------	--------	------	------

0.6x (4)	0.00	0.00	0.00	0.00	0.00
----------	------	------	------	------	------

1.0x (5)	0.00	0.42	0.34	0.56	0.54
----------	------	------	------	------	------

Z Value	1.20	.042	(.041)	1.04	1.10
---------	------	------	--------	------	------

## DETAILS FOR QUARTERLY STATEMENTS OF EARNINGS

	Beg Act	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total % Sales	Fixed
--	---------	---------	---------	---------	---------	---------------	-------

Sales

Dollars Sales Forecasted

Product 1	0	60,000	40,000	100,000	100,000	300,000	
-----------	---	--------	--------	---------	---------	---------	--

Product 2	0	0	0	0	0	0	
-----------	---	---	---	---	---	---	--

Product 3	0	0	0	0	0	0	
-----------	---	---	---	---	---	---	--

Product 4	0	0	0	0	0	0	
-----------	---	---	---	---	---	---	--

Product 5	0	0	0	0	0	0	
-----------	---	---	---	---	---	---	--

Product 6	0	0	0	0	0	0	
-----------	---	---	---	---	---	---	--

Total Sales	0	60,000	40,000	100,000	100,000	300,000	
-------------	---	--------	--------	---------	---------	---------	--



**Beg Act 1st Qtr 2nd Qtr 3rd Qtr 4th Qtr Total % Sales Fixed**

Sales

Dollars Sales Forecasted

	Beg Act	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total	% Sales	Fixed
Product 1	0	60,000	40,000	100,000	100,000	300,000		
Product 2	0	0	0	0	0	0		
Product 3	0	0	0	0	0	0		
Product 4	0	0	0	0	0	0		
Product 5	0	0	0	0	0	0		
Product 6	0	0	0	0	0	0		
<b>Total Sales</b>	<b>0</b>	<b>60,000</b>	<b>40,000</b>	<b>100,000</b>	<b>100,000</b>	<b>300,000</b>		

Cost of Sales

Dollar Cost Forecasted

Product 1	0	21,600	14,400	36,000	36,000	108,000	36.00%	0
Product 2	0	0	0	0	0	0	0.00%	0
Product 3	0	0	0	0	0	0	0.00%	0
Product 4	0	0	0	0	0	0	0.00%	0
Product 5	0	0	0	0	0	0	0.00%	0
Product 6	0	0	0	0	0	0	0.00%	0
<b>Total Cost of Sales</b>	<b>0</b>	<b>21,600</b>	<b>14,400</b>	<b>36,000</b>	<b>36,000</b>	<b>108,000</b>		
<b>Operating Expenses</b>								
Payroll	0	12,000	12,000	12,000	12,000	48,000	0.00%	12,000
Paroll Taxes	0	950	950	950	950	3,800	0.00%	950
Advertising	0	4,800	3,200	8,000	8,000	24,000	8.00%	0
Automobile Expenses	0	0	0	0	0	0	0.00%	0
Bad Debts	0	0	0	0	0	0	0.00%	0
Commissions	0	3,000	2,000	5,000	5,000	15,000	5.00%	0
Computer Rental	0	1,200	1,200	1,200	1,200	4,800	0.00%	1,200
Computer Supplies	0	220	220	220	220	880	0.00%	220
Computer Maintenance	0	100	100	100	100	400	0.00%	100
Dealer Training	0	1,000	1,000	1,000	1,000	4,000	0.00%	1,000
Electricity	0	3,000	3,000	3,000	3,000	12,000	0.00%	3,000
Employment Ads and Fees	0	0	0	0	0	0	0.00%	0
<b>Entertainment:</b>								
Business	0	1,500	1,500	1,500	1,500	6,000	0.00%	1,500
General Insurance	0	800	800	800	800	3,200	0.00%	800
Health & W/C Insurance	0	0	0	0	0	0	0.00%	0
Interest-LT Debt	0	2,500	2,500	2,500	2,500	10,000	0.00%	2,500
Legal & Accounting	0	1,500	1,500	1,500	1,500	6,000	0.00%	1,500
Maintenance & Repairs	0	400	400	400	400	1,600	0.00%	400

Cost of Sales

Dollar Cost Forecasted

Product 1	0	21,600	14,400	36,000	36,000	108,000	36.00%	0
Product 2	0	0	0	0	0	0	0.00%	0
Product 3	0	0	0	0	0	0	0.00%	0
Product 4	0	0	0	0	0	0	0.00%	0
Product 5	0	0	0	0	0	0	0.00%	0
Product 6	0	0	0	0	0	0	0.00%	0
<b>Total Cost of Sales</b>	<b>0</b>	<b>21,600</b>	<b>14,400</b>	<b>36,000</b>	<b>36,000</b>	<b>108,000</b>		

Operating Expenses

Payroll	0	12,000	12,000	12,000	12,000	48,000	0.00%	12,000
Paroll Taxes	0	950	950	950	950	3,800	0.00%	950
Advertising	0	4,800	3,200	8,000	8,000	24,000	8.00%	0
Automobile Expenses	0	0	0	0	0	0	0.00%	0
Bad Debts	0	0	0	0	0	0	0.00%	0
Commissions	0	3,000	2,000	5,000	5,000	15,000	5.00%	0



Computer Rental	0	1,200	1,200	1,200	1,200	4,800	0.00%	1,200
Computer Supplies	0	220	220	220	220	880	0.00%	220
Computer Maintenance	0	100	100	100	100	400	0.00%	100
Dealer Training	0	1,000	1,000	1,000	1,000	4,000	0.00%	1,000
Electricity	0	3,000	3,000	3,000	3,000	12,000	0.00%	3,000
Employment Ads and Fees	0	0	0	0	0	0	0.00%	0
Entertainment: Business	0	1,500	1,500	1,500	1,500	6,000	0.00%	1,500
General Insurance	0	800	800	800	800	32,000	0.00%	800
Health & W/C Insurance	0	0	0	0	0	0	.00%	0
Interest-LT Debt	0	2,500	2,500	2,500	2,500	10,000	0.00%	2,500
Legal & Accounting	0	1,500	1,500	1,500	1,500	6,000	0.00%	1,500
Maintenance & Repairs	0	460	460	460	460	1,840	0.00%	460

Beg Act 1st Qtr 2nd Qtr 3rd Qtr 4th Qtr Total %Sales Fixed

Office Supplies	0	270	270	270	270	1,080	0.00%	270
Postage	0	85	85	85	85	340	0.00%	85
Prof. Development	0	0	0	0	0	0	0.00%	0
Professional Fees	0	1,000	1,000	1,000	1,000	4,000	0.00%	1,000
Rent	0	8,000	8,000	8,000	8,000	32,000	0.00%	8,000
Shows & Conferences	0	0	0	0	0	0	0.00%	0
Subscriptions & Dues	0	285	285	285	285	1,140	0.00%	285
Telephone	0	1,225	1,225	1,225	1,225	4,900	0.00%	1,225
Temporary Employees	0	0	0	0	0	0	0.00%	0
Travel Expenses	0	750	750	750	750	3,000	0.00%	750
Utilities	0	3,000	3,000	3,000	3,000	12,000	0.00%	3,000
Research & Devlpmt.	0	0	0	0	0	0	0.00%	0
Royalties	0	0	0	0	0	0	0.00%	0
Other 1	0	0	0	0	0	0	0.00%	0
Other 2	0	0	0	0	0	0	0.00%	0
Other 3	0	0	0	0	0	0	0.00%	0

Total Operating

Expenses 0 47,645 45,045 52,845 52,845 198,380

Percent of Sales 0.00 79.41 112.61 52.85 52.85 66.13

	Beg Act	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total	% Sales	Fixed
Office Supplies	0	270	270	270	270	1,080	0.00%	270
Postage	0	85	85	85	85	340	0.00%	85
Prof. Development	0	0	0	0	0	0	0.00%	0
Professional Fees	0	1,000	1,000	1,000	1,000	4,000	0.00%	1,000
Rent	0	8,000	8,000	8,000	8,000	32,000	0.00%	8,000
Shows & Conferences	0	0	0	0	0	0	0.00%	0
Subscriptions & Dues	0	285	285	285	285	1,140	0.00%	285
Telephone	0	1,225	1,225	1,225	1,225	4,900	0.00%	1,225
Temporary Employees	0	0	0	0	0	0	0.00%	0
Travel Expenses	0	750	750	750	750	3,000	0.00%	750
Utilities	0	3,000	3,000	3,000	3,000	12,000	0.00%	3,000
Research & Devlpmt.	0	0	0	0	0	0	0.00%	0
Royalties	0	0	0	0	0	0	0.00%	0



	<b>Beg Act</b>	<b>1st Qtr</b>	<b>2nd Qtr</b>	<b>3rd Qtr</b>	<b>4th Qtr</b>	<b>Total</b>	<b>% Sales</b>	<b>Fixed</b>
Other 1	0	0	0	0	0	0	0.00%	0
Other 2	0	0	0	0	0	0	0.00%	0
Other 3	0	0	0	0	0	0	0.00%	0
Total Operating								
Expenses	0	47,645	45,045	52,845	52,845	198,380		
Percent of Sales	0.00	79.41	112.61	52.85	52.85	66.13		