

**WAVE RESTAURANT
PROJECTED PROFIT OR LOSS STATEMENT
YTD-5**

	YEAR-1	YEAR-2	YEAR-3	YEAR-4	YEAR-5
Revenues					
Total Revenues	\$ 123,200	\$ 129,360	\$ 135,828	\$ 142,619	\$ 149,750
Cost of Sales	\$ 14,000	\$ 18,200	\$ 23,660	\$ 30,758	\$ 39,985
Total Cost of Sales	\$ 14,000	\$ 18,200	\$ 23,660	\$ 30,758	\$ 39,985
Gross Profit	\$ 109,200	\$ 111,160	\$ 112,168	\$ 111,861	\$ 109,765
Operating Expenses					
Business Registration Fee	\$ 1,000	\$ -	\$ -	\$ -	\$ -
License and Permits	\$ 6,000	\$ 6,000	\$ 6,000	\$ 6,000	\$ 6,000
Salaries to Employee	\$ 35,000	\$ 35,700	\$ 36,414	\$ 37,142	\$ 37,885
Rent	\$ 5,000	\$ 5,100	\$ 5,202	\$ 5,306	\$ 5,412
Services	\$ 4,000	\$ 4,080	\$ 4,162	\$ 4,245	\$ 4,330
Marketing Cost	\$ 15,000	\$ 15,300	\$ 15,606	\$ 15,918	\$ 16,236
Telephone Charges	\$ 5,000	\$ 5,100	\$ 5,202	\$ 5,306	\$ 5,412
Other Expenses	\$ 6,000	\$ 6,120	\$ 6,242	\$ 6,367	\$ 6,495
Maintainance	\$ 5,000	\$ 5,100	\$ 5,202	\$ 5,306	\$ 5,412
Depreciation	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500
Interest	\$ 2,662	\$ 2,662	\$ 2,662	\$ 2,662	\$ 2,662
Total Operatring Expenses	\$ 87,162	\$ 87,662	\$ 89,192	\$ 90,753	\$ 92,344
Earning before Taxes	\$ 22,038	\$ 23,498	\$ 22,976	\$ 21,109	\$ 17,421
Taxes (16%)	\$ 3,526	\$ 3,760	\$ 3,676	\$ 3,377	\$ 2,787
Net Earning or Net profit after Taxes	\$ 18,512	\$ 19,738	\$ 19,300	\$ 17,731	\$ 14,633

**WAVE RESTAURANT
PROJECTED BALANCE SHEET
YTD-5**

ASSETS	YEAR-1	YEAR-2	YEAR-3	YEAR-4	YEAR-5
NON-CURRENT ASSETS					
Equipments	\$ 22,500	\$ 20,000	\$ 17,500	\$ 15,000	\$ 12,500
TOTAL NON-CURRENT ASSETS	\$ 22,500	\$ 20,000	\$ 17,500	\$ 15,000	\$ 12,500
CURRENT ASSETS					
Bank	\$ 21,012	\$ 43,250	\$ 65,050	\$ 85,281	\$ 102,415
Cash	\$ 96,800	\$ 72,600	\$ 48,400	\$ 24,200	\$ -
TOTAL CURRENT ASSETS	\$ 117,812	\$ 115,850	\$ 113,450	\$ 109,481	\$ 102,415
TOTAL ASSETS	\$ 140,312	\$ 135,850	\$ 130,950	\$ 124,481	\$ 114,915
LIABILITIES AND SHAREHOLDERS' EQUITY					
NON-CURRENT LIABILITIES					
Long Term Loan	\$ 96,800	\$ 72,600	\$ 48,400	\$ 24,200	\$ -
	\$ 96,800	\$ 72,600	\$ 48,400	\$ 24,200	\$ -
CURRENT LIABILITIES					
Interest Payable	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL CURRENT LIABILITIES	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	\$ 96,800	\$ 72,600	\$ 48,400	\$ 24,200	\$ -
SHAREHOLDERS' EQUITY					
Additional Capital	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000
Net Profit	\$ 18,512	\$ 38,250	\$ 57,550	\$ 75,281	\$ 89,915
TOTAL SHAREHOLDERS' EQUITY	\$ 43,512	\$ 63,250	\$ 82,550	\$ 100,281	\$ 114,915
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 140,312	\$ 135,850	\$ 130,950	\$ 124,481	\$ 114,915

**WAVE RESTAURANT
PROJECTED CASH FLOWS STATEMENT
YTD-5**

	YEAR-1	YEAR-2	YEAR-3	YEAR-4	YEAR-5
CASH FLOW FROM OPERATING ACTIVITIES:					
Profit before tax	\$ 22,038	\$ 23,498	\$ 22,976	\$ 21,109	\$ 17,421
Adjustments for:					
Depreciation	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500
Cash generated before working captial changes	\$ 24,538	\$ 25,998	\$ 25,476	\$ 23,609	\$ 19,921
Working capital changes:					
Account Receivable	\$ -	\$ -	\$ -	\$ -	\$ -
Account payable	\$ -	\$ -	\$ -	\$ -	\$ -
Cash generated from operations	\$ 24,538	\$ 25,998	\$ 25,476	\$ 23,609	\$ 19,921
Tax paid	\$ (3,526)	\$ (3,760)	\$ (3,676)	\$ (3,377)	\$ (2,787)
Cash generated from operating activities	\$ 21,012	\$ 22,238	\$ 21,800	\$ 20,231	\$ 17,133
CASH FLOW FROM INVESTING ACTIVITIES:					
Purchases of Non-Current Assets	\$ (25,000)	\$ -	\$ -	\$ -	\$ -
Additional Capital	\$ 25,000	\$ -	\$ -	\$ -	\$ -
Cash used in investing activities	\$ -	\$ -	\$ -	\$ -	\$ -
CASH FLOW FROM FINANCING ACTIVITIES:					
Movement in Loan	\$ 96,800	\$ (24,200)	\$ (24,200)	\$ (24,200)	\$ (24,200)
Cash flow from financing activities	\$ 96,800	\$ (24,200)	\$ (24,200)	\$ (24,200)	\$ (24,200)
Net change in cash and cash equivalents	\$ 117,812	\$ (1,962)	\$ (2,400)	\$ (3,969)	\$ (7,067)
Cash and cash equivalents at beginning of the year	\$ -	\$ 117,812	\$ 115,850	\$ 113,450	\$ 109,481
Cash and cash equivalents at end of the year	\$ 117,812	\$ 115,850	\$ 113,450	\$ 109,481	\$ 102,415

Assumptions

- 1.** The company will show **Estimated sales** in the first year \$123,200 USD after that every year will come 5% increases.
- 2.** The **cost of sales** includes expenses associated with raw materials and inventory. In the initial year, the company incurred a cost of sales totaling \$14,000. It is projected that the cost of sales will increase by 30% annually.
- 3.** **Staff salaries** \$35,000 per year. Every year the company will increase 2%.
- 4.** \$1,000 for **Business Registration Fee** paid to the Government before starting a business. This amount we will show in the first year.
- 5. Maintenance,** In the first year the company will pay \$5,000 for maintenance work. The Purpose is that repairs aim to restore functionality while maintenance looks to preserve functionality. Every year the company will increase 2%.
- 6. Marketing ,** The Company will pay \$15,000 for Marketing in the first year. The purpose of using a combination of Marketing+Communication channels to communicate with a desired market for the purpose of brand awareness, sales, advertising, or promotion. Every year the company will increase 2%.
- 7. Rent,** The company will pay in the first year \$5,000. Every year the company will increase 2%.
- 8. Telephone Charges,** The Company will pay \$5,000 for using telephone so that handle the customer services. Every year the company will increase 2%.
- 9. 10% Depreciation** charged on Non-current Assets every year. The Depreciation Method is Straight Line.
- 10. License and Permits,** the company is paying \$6,000 every year. Licenses and permits are legal documents allowing individuals or organizations to engage in certain activities or use particular resources.
- 11.** The standard **tax rate is 16%.**
- 12.** The company intends to secure a **loan** in the amount of \$121,000 from a financial institution (like Bank) for a duration of five years, at an interest rate of 11%. The remaining sum of funds required for the business will be sourced from a group of investors, which may include owners, friends, and family members. The company will consider with the name of additional capital in the balance sheet.

WAVE RESTAURANT		
Initial Investment or Startup Cost or Initial Capital		
Descriptions	Breakdown	Type or Nature
Equipment	\$ 25,000	Non-Current Asset
Owner Contribution	\$ 10,000	Current Asset
Family Contribution	\$ 10,000	Current Asset
Friends Contribution	\$ 5,000	Current Asset
Salaries to Employee	\$ 35,000	Expense
Rent	\$ 5,000	Expense
Services	\$ 4,000	Expense
Marketing Cost	\$ 15,000	Expense
Business Registration Fee	\$ 1,000	Expense
License and Permits	\$ 6,000	Expense
Raw Material	\$ 10,000	Cost of sale
Inventory	\$ 4,000	Cost of sale
Telephone Charges	\$ 5,000	Expense
Other Expenses	\$ 6,000	Expense
Maintainance	\$ 5,000	Expense
Total	\$ 146,000	

The company intends to secure a loan in the amount of \$121,000 from a financial institution for a duration of five years, at an interest rate of 11%. The remaining sum of funds required for the business will be sourced from a group of investors, which may include owners, friends, and family members.

WAVE RESTAURANT**Trial Balance**

Descriptions	Debit	Credit
Capital		\$ 146,000
Owner Contribution	\$ 10,000	
Family Contribution	\$ 10,000	
Friend Contribution	\$ 5,000	
Salaries to Employee	\$ 35,000	
Rent	\$ 5,000	
Services	\$ 4,000	
Marketing Cost	\$ 15,000	
Business Registration Fee	\$ 1,000	
License and Permits	\$ 6,000	
Equipment	\$ 25,000	
Raw Material	\$ 10,000	
Inventory	\$ 4,000	
Telephone Charges	\$ 5,000	
Other Expenses	\$ 6,000	
Maintainance	\$ 5,000	
Total	\$ 146,000	\$ 146,000

Sales Break-up						
Descriptions	Year -1	Year -2	Year -3	Year -4	Year -5	
<u>Number of Unites Sales</u>						
Menu-1 Pizza with seafood (Medium Size)	4,200	4,410	4,631	4,862	5,105	
Menu-2 Sandwich with seafood	3,360	3,528	3,704	3,890	4,084	
Menu-3 Fish (Served with vegetables salad)	4,200	4,410	4,631	4,862	5,105	
Menu-4 Shelfish	2,800	2,940	3,087	3,241	3,403	
Menu-5 Uglai or Rice	4,200	4,410	4,631	4,862	5,105	
Menu- 6 Fruit Salad	7,000	7,350	7,718	8,103	8,509	
<u>Per Unit Sale price</u>						
Menu- 1	9	9	9	9	9	
Menu- 2	5	5	5	5	5	
Menu- 3	4	4	4	4	4	
Menu- 4	8	8	8	8	8	
Menu- 5	2	2	2	2	2	
Menu- 6	3	3	3	3	3	
Total Sales Menu -1	\$ 37,800	\$ 39,690	\$ 41,675	\$ 43,758	\$ 45,946	
Total Sales Menu -2	\$ 16,800	\$ 17,640	\$ 18,522	\$ 19,448	\$ 20,421	
Total Sales Menu -3	\$ 16,800	\$ 17,640	\$ 18,522	\$ 19,448	\$ 20,421	
Total Sales Menu -4	\$ 22,400	\$ 23,520	\$ 24,696	\$ 25,931	\$ 27,227	
Total Sales Menu -5	\$ 8,400	\$ 8,820	\$ 9,261	\$ 9,724	\$ 10,210	
Total Sales Menu -6	\$ 21,000	\$ 22,050	\$ 23,153	\$ 24,310	\$ 25,526	
Grand Total Sales	\$ 123,200	\$ 129,360	\$ 135,828	\$ 142,619	\$ 149,750	

Loan Working For Five Years

Total Loan			121,000
LOAN REPAYMENT	60 months	2,239	134,310
LOAN INTEREST (%)	11 percent	222	13,310
TOTAL			

	Total Loan	Excluding Interest		Interest Payable
Year-1	First Repayment Excluding Interest	2,017	<u>121,000</u> 24,200	2,662
			96,800	
Year-2	Second Repayment Excluding Interest	2,017	<u>24,200</u>	2,662
			72,600	
Year-3	Third Repayment Excluding Interest	2,017	<u>24,200</u>	2,662
			48,400	
Year-4	Fourth Repayment Excluding Interest	2,017	<u>24,200</u>	2,662
			24,200	
Year-5	Fifth Repayment Excluding Interest	2,017	<u>24,200</u>	2,662
			-	
			Total Interest payable	13,310
				<u>13,310</u>
			No difference	<u><u>-</u></u>