



Income Statement CV. Source Makmur Pratama Indonesia for the 2021 Period

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Abstract

Financial statements are one of the important components in the development of a company. However, there are still companies that do not make financial statements according to the applicable rules. This report was prepared with the intention of helping CV. Sumber Makmur Pratama Indonesia in the preparation of good financial statements and analysis of the financial statements made. The financial statements made are income statements with descriptive analysis research methods. The preparation is done by collecting data, determining the accounts to be used, knowing the format to be presented, and including the three main components in the income statement. After the income statement was prepared, a net profit of IDR 632,218,514.50 was obtained and the results of ratio analysis showed that CV. Sumber Makmur Pratama Indonesia has a good turnover of goods and company effectiveness. Hopefully, this report will be useful for CV. Sumber Makmur Pratama Indonesia and other readers in compiling and analyzing company finances that can be useful in making company decisions.

Keywords:

1. Introduction

Financial statements are a structured presentation of the financial position and financial performance of an entity. Financial statements have several types, namely statements of financial position at the end of the period (balance sheet), statements of profit and loss and other comprehensive income during the period, statements of changes in equity during the period, statements of cash flows during the period, and notes to financial statements(Sumaryati et al., 2020; Suwanda, 2015; Evana et al., 2019; Devi et al., 2021; Pramana et al., 2019). Financial statements are one of the important components in a business or company to know the development of the company. Financial reports are made to create healthier company finances and can achieve company goals, such as profit and business development. In addition, financial statement analysis can be used by management to determine the condition of the company and become the basis for making decisions related to the company's future(Akbar, 2017; Saputra et al., 2021; Hermuningsih et al., 2020; Budisusetyo and Almilia, 2011).

Although there are many benefits in making financial reports, there are some companies that still do not prepare financial statements according to the correct rules. One of those companies is CV. Sumber Makmur Pratama Indonesia. Therefore, the purpose and objective of making this financial report is to help CV. Sumber Makmur Pratama Indonesia in analyzing the company's financial condition as the basis for making company decisions. The financial statements will be prepared using the income statement type. Later, data collection will be carried out by contacting the company directly, compiling an income statement, and providing financial reports directly to the company(Ardila et al., 2019; Rumambi et al., 2019; Muslichah et al., 2020). It is highly hoped that financial statements can be used as a source of knowledge on the ability of businesses to generate profits, disclose sales volume, and various other business information that can be used as a basis for future corporate decisions(Yurisandi and Puspitasari, 2015; Afif and Nawirah, 2022; Caroline and Muda, 2022).

2. Materials and Methods

2.1. Material

In the financial statements that are prepared, there are several company assets that will later be used in the financial statements, namely office inventory, buildings, and vehicles, which will be discussed further in the next point. Based on the existing definition, all assets listed in the financial data of CV. Sumber Makmur Pratama for the 2021 period is a non-current asset with a fixed asset classification because these assets are business operational goods and are not traded.

2.2. Method

The data used in the preparation of this financial report is quantitative data. The data used comes from CV Financial Data. Sumber Makmur Pratama Indonesia for the 2021 Period and Asset Data CV. Sumber Makmur Pratama Indonesia 2021 Period. Judging from the source, the data used is primary data, where the data is obtained directly from the company. Data was collected using field research methods, where the authors took data directly from data sources. Descriptive analysis method is a method used in research and preparation of financial statements. The author compiles financial statements, analyzes, and describes them in such a way that a conclusion can be drawn.

The financial statements that will be prepared in the study are single step income statements. The preparation steps carried out are:

- 1) Collecting company asset and financial data
- 2) Determine accounts, such as income, expenses, and others
- 3) Knowing the format to be presented. The income statement is presented in the following format: company identity or name (top), type of report (profit and loss), and the period
- 4) Include three main components, namely total revenue, total expense, and profit or loss

3. Results and Discussion

3.1. Produced Financial Report

3.1.1. Business Financial Asset Data

Table 1. CV. Sumber Makmur Pratama Indonesia Company Financial Data for 2021

Information	Mark (in IDR)
Sale	4,059,328,500.00
Beginning inventory of goods	35,987,500.00
Purchase	3,142,987,600.00
Ending inventory	49,678,600.00
Wages	117,900,500.00
Parking, Gasoline, Toll	53,997,500.00
Office stationery	597,000.00
Shrinkage	22,296,023.00
Telephone and internet	15,345,970.00
Entertainment	15,049,500.00
Printers 1	3,250,000.00
Printers 2	2,525,000.00
Computer	3,675,000.00
Laptop	7,650,000.00
Table of 3 units	4,972,000.00
Seat 5 units	3,986,000.00
Vehicle	166,818,182.00
Building	625,000,000.00
Shrinkage	58,616,773.00
Etc	14,009,600.00
Tax	20,296,642.50

Table 2. CV. Sumber Makmur Pratama Indonesia Company Asset Data for 2021

Asset	Mark (in IDR)	Shrinkage (in IDR)	Information
Printers 1	3,250,000.00	812,500.00	25% per year of value
Printers 2	2,525,000.00	631,250.00	25% per year of value
Computer	3,675,000.00	918,750.00	25% per year of value
Laptop	7,650,000.00	1,912,500.00	25% per year of value
Table of 3 units	4,972,000.00	1,243,000.00	25% per year of value
Seat 5 units	3,986,000.00	996,500.00	25% per year of value
Vehicle	166,818,182.00	20,852,273.00	12.5% per year of value
Building	625,000,000.00	31,250,000.00	5% per year of value
Total	817,876,182.00	58,616,773.00	

3.1.2. Formation of Financial Statement Account

The type of account used in this income statement is a nominal account with the type of income and expense account. The accounts are broken down into:

a. Income Account

This account is broken down again into net sales. The value in this account is taken from the value of "Sales" in Table 2.

b. Cost of goods sold

This account is then broken down into beginning inventory, purchases, and ending inventory, all of which are taken from the values of "Beginning Inventory of Goods", "Ending Inventory of Goods", and "Purchases" in Table 2. Cost of Goods Sold or COGS is obtained from purchases plus beginning inventory minus ending inventory.

c. Burden

This account is then broken down into marketing expenses, administrative expenses, and general expenses. Marketing expenses are taken from the value of "Entertainment" in the Table 2. Administrative expenses are the result of the sum of the values of "Salary", "Parking, Gasoline, Toll", "Office Stationery", and "Telephone and Internet" from Table 2. General expenses are the result of the sum of the values of "Depreciation" and "Others" in Table 2. Total expenses are obtained from the sum of all expenses and the cost of goods sold.

3.1.3. Preparation of Financial Statements

Table 3. CV. Sumber Makmur Pratama Indonesia Profit and Loss Report 2021

Income		
Net sales		IDR 4,059,328,500.00
Cost of goods sold		
Initial inventory	IDR 35,987,500.00	
Purchase	IDR 3,142,987,600.00	
Ending Supplies	IDR 49,678,600.00	
Cost of goods sold		IDR 3,129,296,500.00
Burden		
Marketing Expenses	IDR 15,049,500.00	
Administrative Burden	IDR 189,840,970.00	
General Expenses	IDR 72,626,373.00	
Total Load		IDR 3,406,813,343.00
Profit before tax		IDR 652,515,157.00
Tax		IDR 20,296,642.50
Profit After Tax		IDR 632,218,514.50

3.2. Discussion

After making an income statement, it can be concluded that in 2021, CV. Sumber Makmur Pratama Indonesia makes a profit net of IDR 632,218,514.50. Furthermore, an analysis of the existing financial statements and conditions will be carried out. The type of analysis that will be used is ratio analysis with the classification of activity ratios and profitability ratios. Ratio analysis was chosen because it is considered to be a fast and appropriate way to assess a company's health. The method of analysis was chosen to determine the company's ability to maximize profits through existing assets and liabilities and to determine the level of profit earned by the company in one period. The type of activity ratio selected is the inventory turnover ratio, while the selected profitability ratios are the gross profit margin ratio and the net profit margin ratio.

Inventory turnover ratio from the financial statements of CV. Sumber Makmur Pratama Indonesia for the 2021 period can be obtained using the formula:

$$\text{Inventory turnover ratio} = \frac{\text{Cost of goods sold}}{\text{Average inventory}}$$

$$\text{Average inventory} = \frac{\text{Beginning inventory} + \text{Ending inventory}}{2}$$

So that the value of the turnover ratio of goods is 73.06. When compared with the mean value of the inventory turnover ratio reported on the Ready Ratios website, the ratio value obtained is close to the inventory turnover ratio of rubber and plastic companies, which is 78 in 2020. Although there are no specific criteria, the value is above 10 and approaching the median of plastic companies generally indicates that the turnover of goods in CV. Sumber Makmur Pratama Indonesia is still relatively healthy.

Furthermore, the gross profit margin ratio will be calculated from CV's financial statements. Sumber Makmur Pratama Indonesia for the 2021 period by using the formula:

$$\text{Gross profit margin ratio} = \frac{\text{Gross profit}}{\text{Net sales}}$$

Where:

$$\text{Gross profit} = \text{Net sales} + \text{Cost of goods sold}$$

So that the value of the gross profit margin ratio is 22.91%. Although there are no definite provisions and the value is still below the median of the gross profit margin ratio of plastic companies on the Ready Ratios website, a gross profit margin ratio value above 20% is in the good category. The larger the gross profit margin, the better the company's operating conditions because the cost of goods sold is relatively lower than sales. So, it can be concluded that the control of cost of goods or production costs in CV. Sumber Makmur Pratama Indonesia is classified as good.

Net profit margin ratio from the financial statements of CV. Sumber Makmur Pratama Indonesia for the 2021 period can be calculated using the formula:

$$\text{Net profit margin ratio} = \frac{\text{Net profit after tax}}{\text{Net sales}} \times 100\%$$

So that the value of the net profit margin ratio is 15.57%. Almost the same as the gross profit margin ratio, there are no definite provisions on what the standard net profit margin ratio of a company is. However, because the value of the net profit margin ratio is above 10% and is greater than the median value of the net profit margin of plastic companies according to the Ready Ratios website, the profit margin value of CV. Sumber Makmur Pratama Indonesia for the 2021 period is classified as medium/medium. It can be interpreted that CV. Sumber Makmur Pratama Indonesia is classified as adequate in reducing its operational costs in certain periods.

4. Conclusion

In 2021, CV. Sumber Makmur Pratama Indonesia received a net profit of IDR 632,218,514.50, which is known through the income statement that has been prepared. In addition, after analyzing the financial statements that have been made, the inventory turnover ratio is 73.06, the gross profit margin ratio is 22.91%, and the net profit margin ratio is 15.57%. So, it can be concluded that the financial condition of CV. Sumber Makmur Pratama Indonesia, especially in the field of goods turnover and the company's effectiveness in converting revenue into actual profit is quite good.

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