**Activity 2.5.1 – Component Percentages**

Purpose: Demonstrate skill in calculating component percentages for income statement analysis.

Define “component percentage” and add the index card to your collection.

Using a Component Percentages presentation, you create, accessed with your publisher software, or accessed online, demonstrate calculating a component percentage and explain its use.

Have your students do these problems:

Problem 1:

|  |  |  |  |
| --- | --- | --- | --- |
|  | **Income Statement** | | **Component Percentage** |
| Sales |  | 4,100.00 | ? |
| Total Expenses | 2,200.00 |  | ? |
| Net Income | 1,900.00 |  | ? |

Problem 2:

|  |  |  |  |
| --- | --- | --- | --- |
|  | **Income Statement** | | **Component Percentage** |
| Sales |  | 2,204.00 | ? |
| Total Expenses | 2,000.00 |  | ? |
| Net Income | ? |  | ? |

Problem 3:

|  |  |  |  |
| --- | --- | --- | --- |
|  | **Income Statement** | | **Component Percentage** |
| Sales |  | 3,140.00 | ? |
| Total Expenses | 7,000.00 |  | ? |
| Net Loss | 3,860.00 |  | ? |