SEARS, ROEBUCK
AND CO.

Consolidated Balance Sheet and
Income Account for Year
Ending December
31, 1922
SEARS, ROEBUCK AND CO.
CONSOLIDATED BALANCE SHEET
December 31, 1922

ASSETS

FIXED ASSETS:
- Real Estate, Buildings, Fixtures and Machinery: $26,942,984.99
- Good Will, Patents, Etc.: $30,000,000.00

TOTAL: $56,942,984.99

INVESTMENTS:
- Capital Stock of Other Companies: $4,478,946.57

CURRENT ASSETS:
- Inventories: Raw Material, Goods in Process, Supplies and Merchandise: $34,737,518.58
- Accounts Receivable: $28,879,650.46
- Purchase Money Mortgage Notes: $12,000,000.00
- Marketable Securities: $1,940,702.84
- Liberty Bonds: $861,015.69
- Cash in Banks and on Hand: $8,470,402.64

*Cost or Market, Whichever Is Lower.

DEFERRED ASSETS:
- Insurance, Interest, Advertising Paid in Advance and Other Deferred Charges: $5,161,669.78

TOTAL: $152,867,921.40

LIABILITIES AND CAPITAL

7% SERIAL GOLD NOTES Dated October 15, 1920, Maturing October 16, 1928: $16,907,900.00

CURRENT LIABILITIES:
- Accounts Payable: $18,818,981.76
- Notes Payable: $576,585.11
- Accrued Taxes, Not Yet Due, Including Reserve for Federal Taxes: $654,670.89
- Preferred Dividend Payable January 1, 1923: $139,797.00
- Accrued Interest on 7% Gold Notes: $278,510.25

TOTAL: $32,371,345.01

RESERVES: $5,874,989.16
- Preferred Capital Stock: $8,000,000.00
- Common Capital Stock: $105,000,000.00
- Less 50,000 Shares in Treasury: $5,000,000.00

TOTAL: 100,000,000.00

SURPLUS: $6,621,587.23

TOTAL: $152,867,921.40

SURPLUS ACCOUNT

Balance December 31, 1921: $1,745,607.06
Profit for Year Ending December 31, 1922: $5,435,168.17

DEDUCT:
- Preferred Stock Dividend 7%: $559,188.00
- Balance December 31, 1922: $6,621,587.23

TOTAL: $7,180,775.28
SEARS, ROEBUCK AND CO.
CONSOLIDATED INCOME ACCOUNT
Year Ending December 31, 1922

Gross Sales.................................................$182,165,824.69
Less Returns, Allowances, Discounts, Etc 21,517,671.98
Net Sales..................................................$160,648,152.74
Sales by Factories and Other Income........5,865,956.87

LESS:
Purchases, Including Difference in Inventories, Wages, General
and Selling Expense, Advertising and all Administrative Charges $157,886,385.06
Repairs on Plant and Equipment.............................................$ 600,488.86
Depreciation on Plant.................................................1,821,368.11
Other Reserves......................................................................1,500,000.00
  Profit From Operations..................................................$ 3,421,551.97

  DEDUCT:
  Payment to Employes' Saving and Profit Sharing Pension Fund..271,758.41
  Net Income for Year.....................................................$ 3,149,793.56

To the President, Board of Directors and
Stockholders of Sears, Roebuck and Co.:

We have made an Audit of the books and accounts of Sears, Roebuck and Co. for
the year ending December 31, 1922, and in accordance therewith certify that, in our
opinion, the foregoing Consolidated Balance Sheet and Income Account are true exhibits
of the condition of the Company as of December 31, 1922, and the results of its operations
for the period.

THE AUDIT COMPANY OF NEW YORK,
A. W. DUNNING, President,
E. C. GOODMAN, Western Manager,
New York, Chicago.

Chicago, January 24, 1923.