SEARS, ROEBUCK AND CO.

Consolidated Balance Sheet and Income Account for Year Ending December 31, 1925
## Consolidated Balance Sheet

**December 31, 1925**

### Assets

**Fixed Assets:**
- Real Estate, Buildings, Fixtures and Machinery: $37,389,727.08
- Good Will, Patents, etc: $30,000,000.00
- **Total Fixed Assets:** $67,389,727.08

**Investments:**
- Capital Stock of Other Companies: $6,927,653.96
- **Total Investments:** $6,927,653.96

**Current Assets:**
- Inventories: Raw Material, Goods in Process, Supplies and Merchandise: $49,724,059.68
- Accounts Receivable: $19,145,131.84
- Purchase Money Mortgage Notes: $12,000,000.00
- Marketable Securities: $1,019,600.00
- Liberty Bonds: $859,176.04
- Cash in Banks and on Hand: $8,547,388.67
- **Total Current Assets:** $91,294,956.23

*Cost or Market, whichever is lower.*

**Deferred Assets:**
- Insurance, Interest, Advertising Paid in Advance and Other Deferred Charges: $3,270,985.15
- **Total Deferred Assets:** $3,270,985.15

**Total Assets:**
- $167,982,622.42

### Liabilities and Capital

**Current Liabilities:**
- Accounts Payable: $18,437,085.49
- Accrued Taxes, Not Yet Due, including Reserve for Federal Taxes: $4,477,862.29
- Preferred Capital Stock not presented for redemption: $51,257.07
- **Total Current Liabilities:** $22,966,178.85

- Reserves: $3,107,776.97
- Common Capital Stock: $105,000,000.00
  - Less 45,000 Shares in Treasury: $4,500,000.00
  - Surplus: $100,500,000.00
- **Total:**

**Surplus Account:**
- Balance December 31, 1924: $26,440,451.99
- Profit for the Year 1925: $20,975,303.61
- **Total:**

**Deduct:**
- Common Stock Dividend: $6,007,089.00
- Balance December 31, 1925: $41,408,666.60
SEARS, ROEBUCK AND CO.
CONSOLIDATED INCOME ACCOUNT
Year Ending December 31, 1925

Gross Sales ........................................... $258,342,236.17
Less Returns, Allowances, Discounts, etc. ........... 23,920,306.39
Net Sales ................................................ 234,421,929.78
Sales by Factories and other Income ................. 9,376,421.52

$243,798,351.30

LESS:

Purchases, including difference in Inventories, Wages, General and Selling Expense, Advertising and all Administrative Charges .......... $213,441,652.43
Repairs on Plant and Equipment ..................................... $ 1,148,399.24
Depreciation on Plant .............................................. 2,708,920.68
1,560,521.44

Net Profit from Operations ........................................ $ 27,647,778.19

DEDUCT:

Reserve for Taxes .................................................................. $ 4,477,362.29
Payment of Company's Contribution to Trustees of Employees' Savings and Profit Sharing Pension Fund for year ending December 31, 1925 2,194,612.29

Net Income for Year .................................................. $20,975,303.61

To the President:

We have made an audit of the books and accounts of Sears, Roebuck and Co. for the year ending December 31, 1925, 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, 1925, and the results of its operations for the period.

A. W. DUNNING, President, New York.
E. C. GOODMAN, Western Manager, Chicago.

Chicago, January 19, 1926.