SEARS, ROEBUCK AND CO.

Consolidated Balance Sheet and Income Account for Year Ending December 31, 1928
# SEARS, ROEBUCK AND CO.
## CONSOLIDATED BALANCE SHEET
### December 31, 1928

## ASSETS

### FIXED ASSETS:
- Real Estate, Buildings, Fixtures and Machinery: $76,219,729.56
- Good Will, Patents, etc.: $15,000,000.00

### INVESTMENTS:
- Capital Stock of other Companies: $3,513,631.99

### CURRENT ASSETS:
- Inventories: Raw Material, Goods in Process, Supplies and Merchandise: $67,269,305.82
- Accounts Receivable: $14,913,979.19
- Marketable Securities, Mortgages, Bonds, Collateral Notes, Liberty Bonds: $11,440,194.82
- Purchase Money Mortgage Notes: $12,000,000.00
- Cash in Banks and on Hand: $6,107,236.85
  
  *Cost or Market, whichever is lower.

### DEFERRED ASSETS:
- Insurance, Interest, Advertising Paid in Advance and Other Deferred Charges: $2,818,157.75

## LIABILITIES AND CAPITAL

### CURRENT LIABILITIES:
- Notes Payable: $13,500,000.00
- Accounts Payable, including Amount Due Customers for Unfilled Orders: $15,936,107.62
- Accrued Taxes, Not Yet Due, including Reserve for Federal Taxes: $5,028,137.70
- Preferred Capital Stock not presented for redemption: $25,300.82

### RESERVES:
- $3,020,615.78

### STOCK DIVIDENDS:
- Payable February 1st, 1929 and May 1st, 1929: $2,152,950.00

### COMMON STOCK:
- Authorized: 5,000,000 shares of No Par Value
- Outstanding: 4,284,418 shares of No Par Value

### Stock Dividends Paid:
- September 1st and November 1st, 1928: $2,110,450.00

### SURPLUS ACCOUNT

### Balance December 31, 1927:
- $55,390,082.24

### Profit for the year 1928:
- $26,007,902.49

### REDUCTION:
- Common Stock Dividend: $10,525,910.67
- Stock Dividends Declared and Payable: $2,152,950.00
- Reduction of Good Will: $5,000,000.00

### Balance December 31, 1928:
- $62,508,674.06
SEARS, ROEBUCK AND CO.
CONSOLIDATED INCOME ACCOUNT
Year Ending December 31, 1928

Gross Sales ................................................. $346,973,914.92
Less Returns, Allowances, Discounts, etc. ............... 27,200,127.68
Net Sales .................................................. $319,773,787.24
Sales by Factories and other Income ....................... 8,986,526.98

LESS:
Purchases, including difference in Inventories, Wages, General and
Selling Expense, Advertising and all Administrative Charges ........ $289,809,473.28
Repairs on Plant and Equipment ................................ 1,417,902.74
Depreciation on Plant and Equipment ...................... 4,003,170.86 5,421,073.60 295,230,543.88

Net Profit from Operations ................................ $32,760,314.22

DEDUCT:
Reserve for Taxes ........................................... $ 4,412,198.10
Payment of Company's Contribution to Trustees of Employees' Savings
and Profit Sharing Pension Funds for year ending December 31, 1928 2,209,066.75 6,621,864.75

Net Income for Year ...................................... $ 26,907,902.49

To the President:
We have made an audit of the books and accounts of Sears, Roebuck and Co. for the year
ending December 31, 1928, 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, 1928, and the results of its operations for the period.

A. W. DUNNING, President,
New York.

THE AUDIT COMPANY OF NEW YORK,
E. C. GOODMAN, Western Manager,
Chicago.

Chicago, January 26, 1929.