

Capstone Company produces widgets. Widgets are made from using wood, five screws, one sheet of glass and three decals.

The company rents a room to store their materials in and to have a place where they can construct their widgets. They rent this production space for \$1200/year.

The owner of the company is the only employee and they do not take any salary.

The business is working on preparing a forecast (estimate) for the year ended December 31, 2022.

The company ships each widget to the customer for a total of \$4 shipping cost.

Five screws cost \$10

In 2023, Capstone Company spent \$300 on advertising.

Capstone Company hopes to sell 50 widgets in 2023

Each decal costs the company \$1

Widgets can be purchased by customers for \$200 each.

Capstone Company buys each sheet of glass for \$8

The wood to produce one widget costs the company \$20