

# Classified Retained Earnings Statement

## ABC Corporation

For the Year Ended December 31, 2023

### Retained Earnings

Retained Earnings, Beginning Balance	\$200,000
Add: Net Income for the Year	\$70,000
Less: Cash Dividends Declared	(\$15,000)
Less: Stock Dividends	(\$5,000)

### Appropriated Retained Earnings

Appropriation for Plant Expansion	\$25,000
Appropriation for Legal Requirements	\$10,000
<b>Total Appropriated Retained Earnings</b>	<b>\$35,000</b>

### Unappropriated Retained Earnings

Retained Earnings Available For Distribution	\$215,000
Less: Appropriated Retained Earnings	(\$35,000)
<b>Unappropriated Retained Earnings</b>	<b>\$180,000</b>

### Ending Balances

Description	Amount
Appropriated Retained Earnings	\$35,000
Unappropriated Retained Earnings	\$180,000
<b>Total Retained Earnings, Ending Balance</b>	<b>\$215,000</b>

### Important Notes

- This statement provides a classified summary of changes in retained earnings during the period.
- Appropriated retained earnings are set aside for specific purposes and are not available for dividends.
- Unappropriated retained earnings are available for distribution to shareholders as dividends.
- This document is useful for stakeholders to assess the company's dividend policy and future funding requirements.