

Restatement

Sample Company
December 31,
(thousands of dollars)

	<u>2007</u>	<u>2006</u>
Statement of Changes in Equity (Fragment)		
Retained Earnings (Accumulated Losses), Originally Stated 2006	4,000	
Change in Accounting Policy	3,000	
Correction of an Error	<u>-1,000</u>	
Retained Earnings (Accumulated Losses), Restated 2006 Beginning Balance	<u>6,000</u>	
Retained Earnings (Accumulated Losses), Beginning Balance	6,000	0
Net Income (Loss)	7,000	5,000
Dividends	<u>-1,000</u>	<u>-1,000</u>
Retained Earnings (Accumulated Losses), Ending Balance	<u>12,000</u>	<u>4,000</u>

The accompanying notes form an integral part of the consolidated financial statements.