

	Company A	Company B	Adjustments	Consolidated
Sales to external customers	800,000	521,000	—	1,321,000
Transfers to Company B	65,000		(65,000)	—
Total sales	865,000	521,000	(65,000)	1,321,000
Goods purchased from external suppliers	480,000	246,000	—	726,000
Cost of goods transferred to Company B		65,000	(65,000)	—
Total Cost of Sales	480,000	311,000	(65,000)	726,000
Gross Profit	385,000	210,000	—	595,000