

Layout for Statement of Profit or Loss

Statement of Profit or Loss for the year ended ...

	\$
Revenue (Note 1)	x
Cost of sales (Note 2)	<u>(x)</u>
Gross profit/(loss)	x/(x)
Other income (Note 3)	x
Distribution costs (Note 4)	(x)
Administrative expenses (Note 5)	<u>(x)</u>
Profit/(loss) from operations	x/(x)
Investment Income	x
Finance cost (interest payable)	<u>(x)</u>
Profit before tax	x
Tax	<u>(x)</u>
Profit/(Loss) for the year	<u>x/(x)</u>

Note 1: Revenue

Revenue	x
Less returns inwards	<u>(x)</u>
Total revenue	x

Note 2: Cost of sales

Opening inventory	x
Purchases	x
Carriage inwards	x
Less returns outwards	(x)
Less closing inventory	<u>(x)</u>
Cost of Sales	x

Note 3: Other income

Rent received	x
Interest received	<u>x</u>
Total other income	x

Note 4: Distribution costs

Motor vehicles repairs	x
Advertising	x
Salespersons' salaries	x
Depreciation Salesman's vehicle	x
Travelling	<u>x</u>
Total distribution costs	x

Note 5: Administrative expenses

Rent and rates	x
Repairs and maintenance	x
Insurance	x
Wages and salaries	x
Discounts Allowed	x
Discounts Received	(x)
Lighting and heating	x
Irrecoverable debts	x
Increase in Allowance for Doubtful Debts	x
Decrease in Allowance for Doubtful Debts	(x)
Accounting and audit fees	x
Depreciation	<u>x</u>
Total administrative expenses	x