

Multi-Step Profit and Loss Statement

For the Year Ended December 31, 2023

Revenue

Description	Amount (USD)
Sales Revenue	320,000
Total Revenue	320,000

Cost of Goods Sold

Description	Amount (USD)
Direct Materials	75,000
Direct Labor	40,000
Manufacturing Overhead	25,000
Total Cost of Goods Sold	140,000

Gross Profit

Gross Profit (Revenue - COGS)	180,000
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Operating Expenses

Description	Amount (USD)
Selling Expenses	32,000
General & Administrative Expenses	28,000
Total Operating Expenses	60,000

Operating Income

Operating Income (Gross Profit - Operating Expenses)	120,000
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Other Income and Expenses

Description	Amount (USD)
Interest Income	2,000
Interest Expense	-5,000
Total Other Income (Expense)	-3,000

Net Income Before Tax

Net Income Before Tax	117,000
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Income Tax Expense

Description	Amount (USD)
Income Tax Expense	29,250
Total Income Tax	29,250

Net Income**Net Income (After Tax)****87,750**

Important Notes

- The multi-step format separates operating and non-operating activities for clearer analysis.
- Gross profit and operating income provide key insights into core business performance.
- This statement is essential for financial analysis, budgeting, and strategic planning.
- All amounts are sample figures; customize as per your actual records.
- Ensure accurate categorization of revenues and expenses for meaningful results.