

# Comparative Profit Reconciliation Statement

**Company Name:** XYZ Enterprises  
**Period:** Year Ended 31st March 2024 vs. Year Ended 31st March 2023

Particulars	Rs. (in '000)		Difference (2024 - 2023)
	2023-24	2022-23	
Net Profit as per Financial Accounts	9,800	9,000	800
Add: Income not recorded in Cost Accounts	300	200	100
Interest Received	100	60	40
Profit on Sale of Asset	200	140	60
Less: Expenses/income charged only in Financial Accounts	(120)	(180)	60
Loss on Sale of Investment	(70)	(150)	80
Donation Paid	(50)	(30)	(20)
Add: Over-absorption of Overheads (Cost Accounts)	140	100	40
Less: Under-absorption of Overheads (Cost Accounts)	(90)	(70)	(20)
Net Profit as per Cost Accounts	10,030	9,050	980

## Important Notes:

- This statement is used to reconcile profit figures between Financial and Cost Accounts.
- Helps identify reasons for profit variation due to items recorded in only one set of accounts.
- Certain incomes and expenses are included/excluded based on the purpose of each accounting system.
- Comparative format allows for year-to-year performance analysis.
- Accuracy in this reconciliation is essential for informed managerial decision-making.