

Pro Forma Income Statement Profit Forecast

Company Name: [Sample Company]

For the Year Ending: December 31, 20XX

Description	Year 1 (\$)	Year 2 (\$)	Year 3 (\$)
Revenue	500,000	600,000	700,000
Cost of Goods Sold (COGS)	200,000	240,000	280,000
Gross Profit	300,000	360,000	420,000
Selling, General & Administrative Expenses (SG&A)	100,000	120,000	140,000
Depreciation & Amortization	20,000	24,000	28,000
Operating Income	180,000	216,000	252,000
Interest Expense	10,000	12,000	14,000
Income Before Tax	170,000	204,000	238,000
Income Tax Expense (25%)	42,500	51,000	59,500
Net Income	127,500	153,000	178,500

Important Notes

- Pro forma income statements are forward-looking and based on management assumptions and projections.
- They are useful for planning, fundraising, or assessing the potential impact of business decisions.
- Assumptions should be clearly documented and justifiable for credibility.
- Actual results may differ from projections; always use pro forma statements with a degree of caution.
- Regularly update forecasts as more actual data becomes available.