

Vertical Profit & Loss Account

For the year ended 31st March 2024

Description	Amount (â,¹)
Revenue from Operations (Sales)	5,00,000
Other Income	20,000
Total Revenue	5,20,000
Less: Cost of Goods Sold (COGS)	3,00,000
Gross Profit	2,20,000
Selling & Distribution Expenses	30,000
Administrative Expenses	25,000
Depreciation	15,000
Total Operating Expenses	70,000
Operating Profit	1,50,000
Add: Non-Operating Income	7,000
Less: Non-Operating Expenses	5,000
Net Profit Before Tax	1,52,000
Less: Tax	45,000
Net Profit After Tax	1,07,000

Important Notes

- This format presents income and expenses in a step-wise vertical manner for clarity.
- All figures shown above are examples; real figures will depend on actual company accounts.
- Vertical P&L format is useful for analysis as it shows each component's individual effect.
- Helps in ratio analysis and financial performance tracking year-over-year.
- Should be prepared as per prevailing accounting standards and guidelines.