

# Vertical Profit & Loss Account

For the year ended 31<sup>st</sup> March 2024

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

## 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.