

# Gross Profit Statement

## For the Year Ended 31st December 2023

Description	Amount (USD)
Net Sales	150,000
Less: Cost of Goods Sold (COGS)	(90,000)
Opening Stock	20,000
Add: Purchases	75,000
Add: Direct Expenses	5,000
Less: Closing Stock	(10,000)
Gross Profit	60,000

### Important Notes:

- The Gross Profit Statement shows only direct incomes and expenses related to goods/services sold.
- Gross Profit is calculated as Net Sales minus Cost of Goods Sold (COGS).
- COGS includes opening stock, purchases, direct expenses, less closing stock.
- This statement does not include operating or indirect expenses.
- It helps assess the efficiency of core business operations.