

# Single-Step Profit and Loss Statement

**Company Name:** ABC Enterprises  
**Period:** January 1, 2023 – December 31, 2023

## Profit and Loss Statement

Description	Amount (\$)
<b>Revenues</b>	
Sales Revenue	150,000
Service Income	30,000
<b>Total Revenues</b>	180,000
<b>Expenses</b>	
Cost of Goods Sold	80,000
Salaries and Wages	35,000
Rent Expense	12,000
Utilities	4,000
Depreciation	3,000
Other Expenses	6,000
<b>Total Expenses</b>	140,000
<b>Net Income (Total Revenues - Total Expenses)</b>	<b>40,000</b>

## Important Notes

- This statement groups all revenues together and all expenses together; there is no separation between operating and non-operating items.
- The net income is calculated by subtracting total expenses from total revenues in a single step.
- Simple to prepare and commonly used by small businesses or those seeking straightforward financial reporting.
- Lacks detailed analysis of gross profit or operating income compared to multi-step statements.