

Single-Step Profit and Loss Statement

Company Name: ABC Enterprises

Period: January 1, 2023 – December 31, 2023

Profit and Loss Statement

Description	Amount (\$)
Revenues	
Sales Revenue	150,000
Service Income	30,000
Total Revenues	180,000
Expenses	
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
Total Expenses	140,000
Net Income (Total Revenues - Total Expenses)	40,000

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.