

Segmented Operating Profit Statement

For the Year Ended December 31, 2023

Particulars	Segment A (USD)	Segment B (USD)	Segment C (USD)	Total (USD)
Revenue	2,400,000	1,800,000	1,200,000	5,400,000
Less: Direct Expenses	1,200,000	950,000	650,000	2,800,000
Segment Contribution Margin	1,200,000	850,000	550,000	2,600,000
Less: Segment-Level Fixed Costs	300,000	180,000	140,000	620,000
Segment Operating Profit	900,000	670,000	410,000	1,980,000
Less: Allocated Common Costs	120,000	90,000	50,000	260,000
Operating Profit	780,000	580,000	360,000	1,720,000

Important Notes:

- The Segmented Operating Profit Statement separates financial performance by business line or segment.
- Direct expenses are costs traceable to each segment, while common costs are allocated based on a rational method.
- This format helps in understanding segment profitability and aids resource allocation decisions.
- Segment-level reporting enhances transparency for management and stakeholders.
- The method of cost allocation should be consistent and clearly disclosed.