

# Cost of Goods Sold (COGS) Report

For the Period Ended: 31 May 2024

Company: ABC Manufacturing Ltd.

Prepared by: Finance Department

Description	Amount (USD)
Opening Inventory	25,000
Add: Purchases	65,000
Add: Direct Labor	18,000
Add: Direct Expenses	4,200
Add: Freight Inwards	1,200
Less: Closing Inventory	(28,500)
<b>Total Cost of Goods Sold</b>	<b>84,900</b>

Important Notes:

- COGS reports help determine the actual cost of inventory sold during a reporting period.
- Accurate inventory records are essential for reliable COGS calculation.
- Only direct costs related to production should be included.
- This document supports financial reporting and tax purposes.
- Errors in COGS impact gross profit and overall financial performance.