

Retail Store Gross Profit Statement

For the Year Ended December 31, 2023

Description	Amount (\$)
Sales Revenue	320,000
Less: Returns and Allowances	5,000
Net Sales	315,000
Cost of Goods Sold:	
Opening Inventory	47,000
Add: Purchases	180,000
Add: Freight Inwards	2,500
Less: Closing Inventory	(53,000)
Total Cost of Goods Sold	176,500
Gross Profit	138,500

Important Notes:

- This statement summarizes sales, cost of goods sold, and gross profit for a set period.
- Gross profit does not account for indirect expenses, taxes, or administrative overheads.
- Accurate inventory records are crucial for correct computation.
- Returns, allowances, and discounts should be separately disclosed for transparency.
- This document aids in assessing store profitability and pricing decisions.