

Standard Net Profit Statement

For the Year Ended 31st December 2023

DESCRIPTION	AMOUNT (USD)
Gross Sales	500,000
Less: Returns & Allowances	(10,000)
Net Sales	490,000
Less: Cost of Goods Sold	(280,000)
Gross Profit	210,000
Less: Operating Expenses	(100,000)
Less: Administrative Expenses	(25,000)
Less: Selling Expenses	(18,000)
Add: Other Income	7,000
Less: Financial Charges	(5,000)
Net Profit Before Tax	69,000
Less: Taxation	(15,000)
Net Profit After Tax	54,000

Important Notes

- This statement summarizes incomes and expenses to calculate net profit within a given period.
- Figures must be supported by source documents and reconciled with ledgers.
- Consistent format improves comparability and transparency.
- Tax amounts are shown separately for clarity.
- Proper classification ensures compliance and accuracy in reporting.