# Report for Batt and Bowl

For period ended 30 June 2021

# Statement of Profit or Loss

This business’s primary source of revenue: service fees revenue is quite high ($84,000) and this business does not have an other revenues. It also does not have a cost of goods sold nor sales returns making the gross profit very high ($84,000) This business has a large range of expense the most significant being insurance ($5,000), wages ans salaries ($26,520) and training expenses ($12,450). Insurance could be lowered by spending more time researching other providers at find a cheaper alternative. It is possible this business employs to many people and has redundant workers a solution being removing excess workers. All of these expenses substantially lower the net profit ($29,611).

# Statement of Financial Position

The business is in a good financial position as it’s assets ($171,365) is much higher than it’s liabilities ($28,305). This means it owns more than it owes at a 6:1 ratio. The owner had a mediocre return on investment but a profit non-the less. The worth of business has increased from ($29,010 to $60,700).

# Conclusion

This business is in good financial shape because it is earning high sales from goods. Costs are a little high and should be examined for where savings can be made. There are plenty of assets to cover the money owned to liabilities. It is a business that is worth buying.