

## Assignment - 2

### P & L a/c

#### 1. Revenue:-

Revenue is the income generated by a business from its normal operations, such as sales of product or services, rent or lease income.

#### 2. Cost of goods sold:-

cost of goods sold (COGS)  
= Direct cost of producing  
and selling a product.

#### 3. Gross Profit

The profit a business makes after subtracting the costs associated with manufacturing and selling its products or services.

#### 4. Operating expenses:-

An expense a business incurs through its normal business operations.

### 5. non-operating expenses:-

non operating expenses are cost that a company incurs that are not directly related to its core operations.

### 6. Operating income:-

A metric that measures a company's Profit from its core business operations after subtracting operating expenses.

### 7. Net income:-

The total sales a company minus expenses like cost of goods sold, selling general and administrative expenses operating expenses, depreciation interest and taxes.

### 8. earnings:-

earnings refers to the Profit or income generated by a business, organization, or individual over a specific period of time, such as a month, quarter, or year.

