

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 refer 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.