Preparation of schedule involves finding the gross and net revenue. Gross revenue will not consider the value of the returns while the net revenue will consider the return of the sales as well.

Thus, we get the following schedule for gross and net revenue:

|  |  |
| --- | --- |
| **Particulars** | **Amount (in $)** |
| Listed price of BMW | 40,000 |
| Less: Apply trade discount of 10% | 4,000 |
| Gross Revenue from Sale | 36,000 |
| Less: Allowance for repairs | 1,000 |
| Net Revenue | 35,000 |