How to capture Purchase amount for the current month in Profit and Loss Statement

In the standard Profit and Loss Statement, the report captures accounts from the turnover range—typically accounts under drawers 4 to 7, which include revenue and expense accounts.

Purchase amounts, such as those from AP Invoices, are usually recorded as liabilities and affect the Balance Sheet, not the P&L directly—unless they are linked to expense accounts like COGS or other operating expenses.

If you're referring to inventory-related purchases, the cost typically flows into the P&L via the Cost of Goods Sold (COGS) when the items are delivered.

In Accounting standard for Cost of Goods Sold is Opening stock + Purchase – Closing Stock but why I can't find this information on below Profit and Loss Statement.

I am confusing under G/L Account 51004 will take into system when the items are delivered instead of follow Goods Receipt.

COST OF GOODS SOLD		
→ 51001 - PURCHASE - LOCAL (STD RATE)		
⇒ 51002 - PURCHASE - OVERSEA (MES, ZERO RATE)		-24,139.02
➡ 51003 - PURCHASE - DIRECT SHIPMENT(OUT OF SCOPE)		
→ 51004 - COST OF GOODS SOLD	-526,897.51	-5,735,269.89
⇒ 51100 - HANDLING CHARGES-GOLDLINK		
⇒ 51200 - FREIGHT/SHIPMENT COST-CUSTOMER	-117.00	-307.00
⇒ 51300 - FREIGHT & SHIPMENT - INWARDS	-13,313.87	-110,095.56
⇒ 51350 - FREIGHT & SHIPMENT - OUTWARDS	-1,840.01	-25,433.74
⇒ 51400 - MISCELLANEOUS EXPENSES		
TOTAL COST OF GOODS SOLD	-542,168.39	-5,895,245.21
GROSS PROFIT	139,297.33	1,227,858.67

Regarding the first point — in SAP Business One, the Profit and Loss (P&L) Statement does not display Opening Stock + Purchases – Closing Stock directly, as seen in traditional accounting formulas.

Instead, the Cost of Goods Sold (COGS) is automatically recorded and reflected in the P&L at the time goods are delivered to the customer.

The system posts COGS based on the item cost at the time of delivery, not through inventory stock movement calculations shown in the Balance Sheet (e.g., opening and closing inventory).

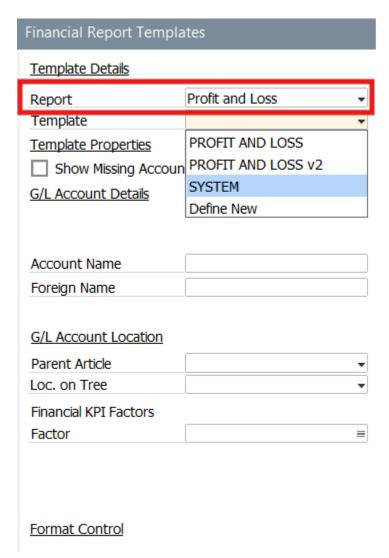
For the second point — you are correct that G/L Account 51004 is used for posting COGS at the time of Delivery (A/R Delivery).

In contrast, Goods Receipt PO (GRPO) impacts the inventory account, such as 13040, which is part of the Balance Sheet and not the P&L.

The inventory value increases when items are received via GRPO and only decreases when the delivery is made, which is when the COGS account is affected.

Could I confirm what we should do if we want to show the amount of goods purchased during the month in the profit and loss statement?

You can adjust your P&L report by navigating to Financials > Financial Report Templates > Choose Report type and Template.



Double Click which you wanna update and define chart of account as shown below figure and update.

