

Lina Company
Income Statement
For The Year Ended 31 March 2022

	RM	RM	RM
Sales (83,500 + 2,500)			86,000
Less: Sales Returns			(170)
Net Sales			85,830
Less: Cost of Sales			
Opening Inventory		3,450	
Purchases	40,000		
Less: Purchases Returns	(140)		
Net Purchases	39,860		
Carriage Inwards	580		
Cost of Purchases		40,440	
Cost of Goods Available for Sales		43,890	
Less: Closing Inventory		(2,500)	41,390
Gross Profit			44,440
Other Income			
Discounts Received		180	
Rent Received		6,000	6,180
			50,620
Less: Expenses			
Discounts Allowed		370	
Insurance Expenses		1,850	
Wages		7,000	
Rent and Rates (1,360 - 340)		1,020	
Stationery		400	
Carriage Outwards		1,240	
Bad Debts		400	
Increased in Allowance for Doubtful Debts $[(9,000 + 2,500 - 400) \times 2\%]$		222	
Depreciation of Office Equipment		1,602	
Depreciation of Motor Vehicles		246	
Depreciation of Premises		4,500	(18,750)
Net Profit			31,870

