1. Other income from side business should not be added in sales or anywhere in Gross profit or Operating profit in Profit & Loss Account. Other income must be taken after interest, for the calculation of PBT (Profit Before Tax) as other income is also taxable.

PBT = Operating Profit (EBIT) – Interest + Other income

1. Retained Profit = Net Profit – Dividend .

This retained profit is added to Other equity (or, Reserves and Surplus -- in Balance sheet) of previous year, to get Other equity of current year.

1. Long term loan = (Long term loan from previous year’s balance sheet) – (Repayment of bank loan) + (Fresh long term loan raised in current year)
2. Cash Flow from operating activities starts from Net Profit.
3. In Cash Flow statement, Depreciation is already accounted for in the Cash Flow from Operating Activities. So DON’T take into account depreciation in Cash Flow from Investment Activities.   
   In Cash Flow from investment Activities, for Land, Building and Machinery --- only consider Bought during the year and sold during the year data
4. In Cash flow from Financing activities, we consider long term loan raised, repayment of long term loan, short term loan raised, Investment by founders, Dividend payment etc.
5. Working Capital Loan is short term loan – Working capital refers to the current assets.