

FORMAT

**(Company Name)**

**Statement of Profit or Loss and Other Comprehensive Income for the year ended (date)**

Revenue

Cost of Sales

**Gross Profit**

\_\_\_\_\_

**Other Income**

**Distribution, Administration and Other Expenses**

**Finance Costs**

**Profit for the year**

Other Comprehensive Income for the year

**Total Comprehensive Income for the year**

\_\_\_\_\_

\_\_\_\_\_

=====

LEARN THIS BASIC FORMAT WELL!!!

LIKE, REALLY WELL!

LIKE, WAKE UP AT 2AM IN THE MORNING AND KNOW IT! :)

## QUESTION

Company: Yvonne's Student Diaries

Yvonne sells student diaries to students studying accounting.

The following information relates to the year ended 28 February 2018

Sales	30 500
Cost of Sales	10 200
Admin Costs	2 100
Distribution Costs	1 040
Finance Costs (Interest expense)	380
Rental Income	1 120

Prepare the Statement of Profit or Loss and Other Comprehensive Income for the year ended 28 February 2018

## SOLUTION

### Yvonne's Student Diaries

#### **Statement of Profit or Loss and Other Comprehensive Income for the year ended 28 February 2018**

Revenue	30 500
Cost of Sales	(10 200)
<b>Gross Profit</b>	20 300
<b>Other Income</b>	1 120
Rental Income	1 120
<b>Distribution, Administration and Other Expenses</b>	(3 140)
Administration Costs	(2 100)
Distribution Costs	(1 040)
<b>Finance Costs</b>	(380)
Interest Expense	(380)
<b>Profit for the year</b>	17 900
Other Comprehensive Income for the year	0
<b>Total Comprehensive Income for the year</b>	17 900

QUESTION

Company: Yvonne's Student Diaries

Yvonne sells student diaries to students studying accounting.  
The following information relates to the year ended 28 February 2019

Sales	42 000
Cost of Sales	14 650
Admin Costs	3 740
Distribution Costs	2 540
Finance Costs (Interest expense)	530
Rental Income	1 060

Prepare the Statement of Profit or Loss and Other Comprehensive Income for the year ended 28 February 2019

YOUR ATTEMPT

...

**Statement of Profit or Loss and Other Comprehensive Income for the year ended...**

Revenue	
Cost of Sales	_____
<b>Gross Profit</b>	
<b>Other Income</b>	<input type="text"/>
<b>Distribution, Administration and Other Expenses</b>	<input type="text"/>
<b>Finance Costs</b>	
Interest Expense	<input type="text"/>
<b>Profit for the year</b>	_____
Other Comprehensive Income for the year	_____
<b>Total Comprehensive Income for the year</b>	=====

## SOLUTION

**Yvonne's Student Diaries****Statement of Profit or Loss and Other Comprehensive Income for the year ended 28 February 2019**

Revenue	42 000
Cost of Sales	(14 650)
<b>Gross Profit</b>	<u>27 350</u>
<b>Other Income</b>	1 060
Rental Income	<u>1 060</u>
<b>Distribution, Administration and Other Expenses</b>	(6 280)
Administration Costs	<u>(3 740)</u>
Distribution Costs	<u>(2 540)</u>
<b>Finance Costs</b>	(530)
Interest Expense	<u>(530)</u>
<b>Profit for the year</b>	<u>21 600</u>
Other Comprehensive Income for the year	<u>0</u>
<b>Total Comprehensive Income for the year</b>	<u><u>21 600</u></u>

## QUESTION

Company: Yvonne's Student Diaries

Yvonne sells student diaries to students studying accounting.  
The following information relates to the year ended 28 February 2020

Sales	53 600
Cost of Sales	22 700
Admin Costs	5 320
Distribution Costs	2 190
More Distribution Costs	1 100
Finance Costs (Interest expense)	480
Rental Income	2 150

Prepare the Statement of Profit or Loss and Other Comprehensive Income for the year ended 28 February 2020

## YOUR ATTEMPT

## SOLUTION

**Yvonne's Student Diaries****Statement of Profit or Loss and Other Comprehensive Income for the year ended 28 February 2020**

Revenue	53 600
Cost of Sales	(22 700)
<b>Gross Profit</b>	<u>30 900</u>
<b>Other Income</b>	2 150
Rental Income	<u>2 150</u>
<b>Distribution, Administration and Other Expenses</b>	(8 610)
Administration Costs	<u>(5 320)</u>
Distribution Costs (2 190 + 1 100)	<u>(3 290)</u>
<b>Finance Costs</b>	(480)
Interest Expense	<u>(480)</u>
<b>Profit for the year</b>	<u>23 960</u>
Other Comprehensive Income for the year	<u>0</u>
<b>Total Comprehensive Income for the year</b>	<u><u>23 960</u></u>

Yvonne's Student Diaries  
 Statement of Profit & Loss and other  
 Comprehensive Income for the year  
 ended 28 February 2020

Revenue	53 600 ✓
Cost of Sales	(22 700) ✓
	<u>30 900</u>

Other Income	2 150
Rental Income	<u>2 150</u> ✓

Distribution, Admin & Other Exp.	8 610 ✓
Administration ✓	(5 320) ✓
Distribution (2190+1100) ✓	(3 290) ✓

Finance Costs	480
Interest Expense	<u>(480)</u> ✓

Profit for the year	23 960 ✓
Other Comprehensive Income	<u>0</u>
<u>Total Comprehensive Income</u>	<u>23 960</u> ✓

+1  
 (presentation)

(10)

**Rulers**

We like to make our answer look neat, but using rulers to draw blocks around numbers, underline everything, make tables etc, takes up time.

DITCH THE RULER WHERE YOU CAN!

You'll notice I haven't used a ruler, doesn't look as pretty as yours would, but it gets the marks. DITCH THE RULER

(Perhaps keep it for drawing columns! That can get messy!)

**Showing Calculations**

ALWAYS show the marker EXACTLY how you arrived at every number.

If you add 1 + 1 to get 2, make sure you've shown that's what you did.

You'll notice that I put the addition of the two distribution costs in brackets next to the account in the SPL, this is a really good way to do it if it's simply taking numbers from the case study and adding them

**Where do you get marks?**

You'll see that you get marks for the format and using the right headings. Make sure you KNOW these, These are easy marks.

Take a look at how marks were given for the Distribution Costs.

There was one mark for 'using' each cost in your calculation. This is REALLY important.

Eg:

Distribution Costs (2190 + 1100) (3 290)

*You get one mark for the 2190 , and one mark for the 1100*

If you forgot to include both costs?

Distribution Costs (2 190)

*You get one mark for the 2190. You won't get any other marks*

**This is important for two reasons:**

- 1. Even if you get the total wrong for the calculation, you'll get marks for the parts you did get right (partial marks)**
- 2. This shows you why you HAVE to show the examiner how you got to your answer. If your answer is wrong, and there's no calculation for them to see, you'll get no marks**