

**QUESTION**

1. The following information is taken from the financial statements of ABC Company for the year ended 31/12/2020:

Revenue	1000
Cost of Sales	(400)
Gross Profit	600
Operating Expenses	(200)
Operating Profit	400
Finance Costs	(50)
Profit Before Tax	350
Income Tax	(70)
Profit After Tax	280

2. The following information is taken from the financial statements of ABC Company for the year ended 31/12/2020:

Revenue	1000
Cost of Sales	(400)
Gross Profit	600
Operating Expenses	(200)
Operating Profit	400
Finance Costs	(50)
Profit Before Tax	350
Income Tax	(70)
Profit After Tax	280

**ANSWER**

1. The following information is taken from the financial statements of ABC Company for the year ended 31/12/2020:

Particulars	2020	2019
Revenue	1000	900
Cost of Sales	(400)	(350)
Gross Profit	600	550
Operating Expenses	(200)	(180)
Operating Profit	400	370
Finance Costs	(50)	(40)
Profit Before Tax	350	330
Income Tax	(70)	(66)
Profit After Tax	280	264

## KNOWLEDGE CHECK



**QUESTION**

1. The following information is taken from the financial statements of ABC Company for the year ended 31/12/2020:

Revenue	1000
Cost of Sales	(400)
Gross Profit	600
Operating Expenses	(200)
Operating Profit	400
Finance Costs	(50)
Profit Before Tax	350
Income Tax	(70)
Profit After Tax	280