

### QUESTION

The following information is provided for the year ended 31 December 2019:

- Revenue: 1000
- Cost of sales: 600
- Administrative expenses: 100
- Depreciation: 50
- Interest income: 20
- Interest expense: 30
- Dividend income: 10
- Dividend expense: 5
- Income tax expense: 20
- Income tax payable at the start of the year: 10
- Income tax payable at the end of the year: 15
- Retained profit at the start of the year: 100
- Retained profit at the end of the year: 120

Account	Debit	Credit
Revenue		1000
Cost of sales	600	
Administrative expenses	100	
Depreciation	50	
Interest income		20
Interest expense	30	
Dividend income		10
Dividend expense	5	
Income tax expense	20	
Income tax payable		15
Retained profit	100	
Retained profit		120

Required: Prepare the Statement of Profit or Loss for the year ended 31 December 2019.

### ANSWER



Account	Debit	Credit
Revenue		1000
Cost of sales	600	
Administrative expenses	100	
Depreciation	50	
Interest income		20
Interest expense	30	
Dividend income		10
Dividend expense	5	
Income tax expense	20	
Income tax payable		15
Retained profit	100	
Retained profit		120

Required: Prepare the Statement of Profit or Loss for the year ended 31 December 2019.