

sold 3500 units

selling price \$4

opening stock : 200 boxes

bought 4000 boxes during year

cost of boxes : \$2

value of closing stocks ?

gross profit in 2013 ?

Value of closing stock :

opening stock : $200 \times 2 = \$400$

purchase during year : $4000 \times 2 = \$8000$

total stock : \$8400

cost of goods sold : $3500 \times 2 = \$7000$

sold 3500 units

selling price \$4

opening stock : 200 boxes

bought 4000 boxes during year

cost of boxes : \$2

value of closing stocks ?

gross profit in 2013 ?

Value of closing stock :

opening stock : $200 \times 2 = \$400$

purchase during year : $4000 \times 2 = \$8000$

total stock : \$8400

Closing stocks : \$1400

cost of goods sold : $3500 \times 2 = \$7000$

Gross profit in 2013

revenue - cost of sales

$\$4 \times 3500 - \$7000 = \$7000$