

Appendix H: Cost of Goods Sold/Cost of Sales

Use this appendix to calculate the C.O.G.S/C.O.S if you are involved in the sale of goods/products

Opening Inventory: This refers to the total value of inventory/stock on hand at the beginning of the year

Purchases: This refers to the total purchases made for the business throughout the year

Closing Inventory: This refers to the total value of inventory/stock on hand at the end of the year

Line 1	Opening Stock	
Line 2	Purchases	
Line 3	Cost of Goods available for sale (Add Lines 1 and 2)	
Line 4	Closing Inventory	
Line 5	Cost of Goods Sold (Subtract Line 4 from Line 3)	

Report the amount on Line 5 to Line 7 of the Unincorporated Business Tax Annual Return

EXAMPLE:

Use this appendix to calculate the C.O.G.S/C.O.S if you are involved in the sale of goods/products

Opening Inventory: This refers to the total value of inventory/stock on hand at the beginning of the year

Purchases: This refers to the total purchases made for the business throughout the year

Closing Inventory: This refers to the total value of inventory/stock on hand at the end of the year

Line 1	Opening Stock	500,000.00
Line 2	Purchases	1,000,000.00
Line 3	Cost of Goods available for sale (Add Lines 1 and 2)	1,500,000.00
Line 4	Closing Inventory	200,000.00
Line 5	Cost of Goods Sold (Subtract Line 4 from Line 3)	1,300,000.00

Report \$1,300,000.00 on Line 7 of the Unincorporated Business Tax Annual Return