Name:	Date:

Exercise 11-4A Computing Gross Profit

The following data were taken from the accounts of Fluter Hardware, a small retail business. Determine the gross profit.

Sales	\$120,000
Sales returns and allowances	900
Sales discounts	650
Merchandise inventory, January 1	35,000
Purchases during the period	77,600
Purchases returns and allowances during the period	4,100
Purchases discounts taken during the period	2,300
Freight-in on merchandise purchased during the period	1,250
Merchandise inventory, December 31	32,000