



Given

Net Sales = ₹9,00,000

Gross Profit is 20% on cost.

Let Cost = 100

Gross Profit = 20

Sales = 120

Gross Profit as a % of Sales = $20/120 = 1/6$

Gross Profit = $9,00,000 \times 1/6 = ₹1,50,000$

Cost of Goods Sold = Sales - Gross Profit

Cost of Goods Sold = $9,00,000 - 1,50,000 = ₹7,50,000$

