Solution

# Profit and Loss Introduction

Use this link to complete the following exercise: <https://qbo.intuit.com/redir/testdrive>

1. The purpose of this exercise is to show you that if you wanted to use sub-accounts for income or expenses you can view the profit and loss report with that detail but then if you don’t want the detail, you can change it to summary only with one click.
2. The purpose of this exercise is to show you the numbers behind the numbers. If you want to know why an income or expense account has a given total, click on that total and look behind the curtain.
3. Sometimes you’ll decide that you no longer want to use an income or expense account, I want you to see what happens to historical data if you inactivate that account. It’s all still there.

## Exercise notes

* This class is not going to teach you how to read and fully understand financial statements, if you don’t feel like you understand this report, I highly encourage you to invest the time into learning the basics of financial statements.
* This exercise is all about looking at the profit and loss report and seeing what happens when you make minor adjustments.