

Profit and Loss Sharing Clause

1. Profit and Loss Sharing Arrangement

The Parties agree that all profits and losses arising from the [insert business activity or partnership name] shall be shared among the Parties as follows:

- Party A: [__]%
- Party B: [__]%
- Party C: [__]%

2. Calculation Methodology

Profits and losses shall be determined according to the generally accepted accounting principles and based on the audited financial statements at the end of each financial year.

3. Distribution Timing

Distribution of profits or allocation of losses shall occur within [__] days following the finalization and approval of the annual financial statements.

4. Adjustments

Any necessary adjustments to the profit and loss amounts due to prior year corrections, tax adjustments, or other relevant factors shall be made in the subsequent distributions.

5. Amendments

This clause may only be amended by written agreement of all Parties.

Date: [Insert Date]

Party A Signature

Party B Signature

Party C Signature