

## Gross Income vs Net Income (vsdiff.com)

Criteria	Gross Income	Net Income
Definition	Total income earned before any deductions.	Total income after all expenses and deductions.
Calculations	Sum of all sources of income.	Gross income minus taxes, financial obligations, and other costs.
Importance	Indicates total earning potential.	Reflects actual earning after expenses.
Usage	Used for eligibility in loans.	Used for financial planning and budgeting.
Financial Reports	Reported on income statements.	Shows net profitability in financial statements.

Source: <https://vsdiff.com/gross-income-vs-net-income/>