



**Shri R. Lal**  
**Trading Account and Profit & Loss Account**  
**For the year ending 31st March, 2023**

Dr.			Cr.	
Particulars		Rs.	Particulars	Rs.
To Opening Stock		11,460	By Sales	1,40,370
To Purchases	80,000		Less: Returns Inwards	4,240
Less: Returns Outwards	2,820	77,180	By Closing Stock	
To Carriage Inwards		2,310		
To Wages		6,280		
To Gross Profit		53,190		
		<b>1,50,420</b>		<b>1,50,420</b>





**Trading Account and Profit & Loss Account (Contd.)**  
**For the year ending 31st March, 2023**

Dr.

Cr.

Particulars	Rs.	Particulars	Rs.
To Rates & Insurance	1,300	By Gross Profit	53,190
Less: Unexpired Insurance	240	By Discount	190
To Railway Freight on sales	16,940	By Rent	2,100
To Bad Debts:		Add: Receivable	200
Bad Debts	1,400		2,300
Add: further Bad Debts	570		
Add: New Provision	3,690		
	5,660		
Less: Old Provision	3,240		
To Office Expenses	1,340		
To Printing & Stationery	660		
To Postage	820		
To Salaries and Commission	9870		
Add: Salary Outstanding	570		
To Depreciation on:	10440		
Building	765		
Office Furniture	175		
To Interest on Capital	5,000		
To Net Profit	16,060		
<b>Total</b>	<b>55,680</b>	<b>Total</b>	<b>55,680</b>



**Balance Sheet**  
**As at 31st March, 2023**

<b>Liabilities</b>		<b>Rs.</b>	<b>Assets</b>		<b>Rs.</b>
<b>Capital</b>			<b>Fixed Assets</b>		
Opening Balance	1,00,000		Building	25,000	
Add: Interest on Capital	5,000		Addition	7,000	
Add: Net Profit	16,060			<u>32,000</u>	
	1,21,060		Less: Provision for Depreciation	765	31,235
Less: Drawings	17,600	1,03,460	Office Furniture	3,500	
			Less: Provision for Depreciation	<u>175</u>	3,325
<b>Current Liabilities</b>			<b>Current Assets</b>		
Sundry Creditors		18,920	Cash at Bank		12,400
Salary Outstanding		570	Cash in hand		2,210
			Bills Receivables		1,240
			Sundry Debtors	61,500	
			Less: Provision for Bad Debts	<u>3,690</u>	57,810
			Prepaid Insurance		240
			Rent Receivable		200
			Closing Stock		14,290
<b>Total</b>		<b>1,22,950</b>	<b>Total</b>		<b>1,22,950</b>



**Working Notes**

**Bad Debts A/c**

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Balance b/d	1,400	31-Mar-23	By Provision for Doubtful Debts A/c	1,400
31-Mar-23	To Sundry Debtors A/c	570	31-Mar-23	By Provision for Doubtful Debts A/c	570
		<b>1,970</b>			<b>1,970</b>

**Provision for Doubtful Debts A/c**

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Bad Debts A/c	1,400	31-Mar-23	By Balance b/d	3,240
31-Mar-23	To Bad Debts A/c	570	31-Mar-23	To Profit & Loss A/c (B.F.)	2,420
31-Mar-23	To Balance c/d	3,690			
		<b>5,660</b>			<b>5,660</b>

**Sundry Debtors A/c**

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Balance b/d	62,070	31-Mar-23	By Bad Debts A/c	570
			31-Mar-23	By Balance c/d	61,500
		<b>62,070</b>			<b>62,070</b>