



**Trading Account and Profit & Loss Account
For the year ending 31st March, 2024**

Dr.

Cr.

Particulars		Rs.	Particulars		Rs.
To Opening Stock		62,000	By Sales	4,48,000	
To Purchases	3,15,000		Less: Returns Inwards	3,700	4,44,300
Less: Returns Outwards	2,500	3,12,500	By Closing Stock		46,000
To Carriage on Purchases		7,500			
To Gross Profit		1,08,300			
		4,90,300			4,90,300





Trading Account and Profit & Loss Account (Contd.)
For the year ending 31st March, 2024

Dr.			Cr.
To Discount		2,600	By Gross Profit
To Carriage on Sales		1,200	By Discount
To Bad-Debts:			By Commission
Bad-Debts	2,400		By Interest on Drawings
Add: Further Bad Debts	2,000		
Add: New Provision for Bad Debts	3,900		
Add: New Provision for Discount on Debtors	1,482		
	9,782		
Less: New Provision for Bad Debts	3,000	6,782	
To Rent	10,000		
Add: Outstanding	2,000	12,000	
To Salaries		25,000	
To Repairs	2,300		
Add: Outstanding	200	2,500	
To Insurance Premium	3,600		
Less: Prepaid	2,700	900	
To Sales Van Expenses		6,000	
To Depreciation on:			
Furniture	1,725		
Sales Van	15,000	16,725	
To Interest on Capital		16,000	
To Net Profit		26,293	
Total		1,16,000	Total
			1,16,000



Balance Sheet
As at 31st March, 2024

Liabilities		Rs.	Assets		Rs.
Capital			Fixed Assets		
Opening Balance	2,00,000		Furniture	16,000	
Add: Interest on Capital	16,000		Less: Provision for Depreciation	1,725	14,275
Add: Net Profit	26,293		Sales Van	75,000	
	2,42,293		Less: Provision for Depreciation	15,000	60,000
Less: Drawings	30,000				
Less: Interest on Drawings	1,500	2,10,793	Current Assets		
			Cash in Hand		24,800
Current Liabilities			Balance with Bank of Tokyo		32,800
Sundry Creditors		43,000	Sundry Debtors	78,000	
Bills Payable		4,300	Less: Provision for Doubtful Debts	3,900	
Salaries Outstanding		5,000		74,100	
Repairs Outstanding		200	Less: Provision for Discount on Debtors	1,482	72,618
Rent Outstanding		2,000	Prepaid Insurance		2,700
			Bills Receivable		12,100
			Closing Stock		46,000
Total		2,65,293	Total		2,65,293



Working Notes

Bad Debts A/c

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Balance b/d	2,400	31-Mar-23	By Provision for Doubtful Debts A/c	2,400
31-Mar-23	To Sundry Debtors A/c	2,000	31-Mar-23	By Provision for Doubtful Debts A/c	2,000
		4,400			4,400

Provision for Doubtful Debts A/c

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Bad Debts A/c	2,400	31-Mar-23	By Balance b/d	3,000
31-Mar-23	To Bad Debts A/c	2,000	31-Mar-23	To Profit & Loss A/c (B.F.)	5,300
31-Mar-23	To Balance c/d	3,900			
		8,300			8,300

Sundry Debtors A/c

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Balance b/d	80,000	31-Mar-23	By Bad Debts A/c	2,000
			31-Mar-23	By Balance c/d	78,000
		80,000			80,000

Provision for Discount on Debtors A/c



Dr.

Cr.

Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Balance c/d	1,482	31-Mar-23	To Profit & Loss A/c (B.F.)	1,482
		1,482			1,482

