



Ajay Oswal
Trading Account and Profit & Loss Account
For the year ending 31st March, 2023

Dr.			Cr.	
Particulars		Rs.	Particulars	Rs.
To Opening Stock		16,000	By Sales	2,70,000
To Purchases	1,48,000		Less: Returns Inwards	5,600
Less: Returns Outwards	4,100	1,43,900	By Closing Stock	26,000
To Carriage Inwards		8,200		
To Salaries & Wages (Direct)		10,000		
To Gross Profit		1,12,300		
		2,90,400		2,90,400





Trading Account and Profit & Loss Account
For the year ending 31st March, 2023

Dr.

Cr.

Particulars	Rs.	Particulars	Rs.
To Carriage Outwards	3,700	By Gross Profit	1,12,300
To Rent	13,000	By Interest on Loan to Malik	900
To Salaries & Wages	38,000	Add: Accrued Interest	450
Add: Reversed from Debtors	2,000	By Income Accrued	2,500
	40,000		
Less: Direct Salaries & Wages	10,000		
To Advertisement Expenses	3,000		
Less: Prepaid	600		
To Bad-Debts	2,000		
Add: Further Bad-Debts	800		
Add: New Provision	7,300		
	10,100		
Less: Old Provision	3,500		
To General Expenses	4,500		
Less: Prepaid Insurance	750		
	3,750		
To Manager Commission	2,700		
To Net Profit	54,000		
Total	1,16,150	Total	1,16,150



Balance Sheet
As at 31st March, 2023

Liabilities		Rs.	Assets		Rs.
Capital			Fixed Assets		
Opening Balance	3,00,000		Goodwill		25,000
Add: Net Profit	54,000		Land and Buildings		2,00,000
	<u>3,54,000</u>		Furniture		15,000
Less: Drawings	8,000	3,46,000	Patents and Patterns		6,000
Current Liabilities			Current Assets		
Creditors		26,200	Cash in hand		8,900
Outstanding Rent		1,000	Debtors	73,000	
Manager Commission		2,700	Less: Provision for Doubtful Debts	<u>7,300</u>	65,700
			Deposit with PNB		15,000
			Loan to Malik		10,000
			Accrued Interest		450
			Prepaid Insurance		750
			Prepaid Advertisement		600
			Accrued Income		2,500
			Closing Stock		26,000
Total		3,75,900	Total		3,75,900



Working Notes

Bad Debts A/c

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Balance b/d	2,000	31-Mar-23	By Provision for Doubtful Debts A/c	2,000
31-Mar-23	To Sundry Debtors A/c	800	31-Mar-23	By Provision for Doubtful Debts A/c	800
		2,800			2,800

Provision for Doubtful Debts A/c

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Bad Debts A/c	2,000	31-Mar-23	By Balance b/d	3,500
31-Mar-23	To Bad Debts A/c	800	31-Mar-23	To Profit & Loss A/c (B.F.)	6,600
31-Mar-23	To Balance c/d	7,300			
		10,100			10,100

Sundry Debtors A/c

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Balance b/d	75,800	31-Mar-23	By Salaries & Wages	2,000
			31-Mar-23	By Bad Debts A/c	800
			31-Mar-23	By Balance c/d	73,000
		75,800			75,800