



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

Dr.

Cr.

Particulars		Rs.	Particulars		Rs.
To Opening Stock		67,000	By Sales	2,60,000	
To Purchases	1,20,000		Less: Returns Inwards	3,000	2,57,000
Less: Samples	4,000	1,16,000	By Closing Stock		80,000
To Manufacturing Wages	40,000				
Less: Machinery	10,000	30,000			
To Gross Profit		1,24,000			
		3,37,000			3,37,000
To Rent	28,000		By Gross Profit		1,24,000
Less: Prepaid	4,000	24,000	By Commission Received	6,000	
To Salaries & Wages		24,000	Add: Accrued Commission	1,000	7,000
To Repairs & Renewals		1,600			
To Interest & Discount	4,400				
Add: Interest Outstanding	400	4,800			
To Bad-Debts	4,000				
Further Bad Debts	2,000	6,000			
To Provision for Doubtful Debts		2,800			
To Insurance	2,600				
Less: Prepaid	500	2,100			
To Advertisement (Samples)		4,000			
To Depreciation on:					
Plant & Machinery	38,500				
Fixtures & fittings	2,400	40,900			
To Net Profit		20,800			
Total		1,31,000	Total		1,31,000



Balance Sheet
As at 31st March, 2023

Liabilities		Rs.	Assets		Rs.
Capital			Fixed Assets		
Opening Balance	5,00,000		Plant & Machinery	3,80,000	
Add: Net Profit	20,800		Add: New Addition (01-Oct-22)	10,000	
	<u>5,20,800</u>			<u>3,90,000</u>	
Less: Drawings	<u>36,000</u>	4,84,800	Less: Provision for Depreciation	38,500	3,51,500
			Fixtures & fittings	12,000	
Current Liabilities			Less: Provision for Depreciation	<u>2,400</u>	9,600
Loan A/c (Cr.) at 12% p.a.		20,000	Current Assets		
Sundry Creditors		30,000	Cash		46,600
Bank Overdraft		15,000	Bills Receivable		5,800
Outstanding Salaries and Wages		2,000	Sundry Debtors	58,000	
Interest Outstanding		400	Less: Further Bad Debts	<u>2,000</u>	
				56,000	
			Less: Provision for Doubtful Debts	<u>2,800</u>	53,200
			Prepaid Insurance		500
			Prepaid Rent		4,000
			Add: Accrued Commission		1,000
			Closing Stock		80,000
Total		5,52,200	Total		5,52,200