



JOURNAL ENTRIES

Date	Particulars	L.F.	Debit (Rs.)	Credit (Rs.)
(i)	Bad Debts A/c Dr. To Sundry Debtor's A/c (Being bad debts charged from debtors)		2,000	2,000
(ii)	Provision for Bad Debts A/c Dr. To Bad Debts A/c (Being account of bad debts transferred to provision for bad debts account (6,000 + 2,000) (Previous + New))		8,000	8,000
(iii)	Profit and Loss A/c Dr. To Provision for Doubtful Debts A/c (Being amount of provision for doubtful debts transferred to Profit and Loss account)		7,840	7,840



BAD DEBTS ACCOUNT

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-03-2017	To Balance b/d	6,000	31-03-2017	By Provision for Doubtful	8,000
31-03-2017	To Sundry Debtors A/c	2,000		Debts A/c	
		8,000			8,000

PROVISION FOR DOUBTFUL DEBTS ACCOUNT

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-03-2017	To Bad Debts A/c (6,000 + 2,000) (Old + New)	8,000	01-04-2016	By Balance b/d	4,000
31-03-2017	To Balance c/d (48,000 x 8%)	3,840	31-03-2017	By Profit & Loss A/c	7,840
		11,840			11,840



DEBTOR'S ACCOUNT

Dr.

Cr.

Date	Particulars	Rs.	Date	Particulars	Rs.
31-03-2017	To Balance b/d	50,000	31-03-2017	By Bad Debts A/c	2,000
			31-03-2017	By Balance c/d	48,000
		50,000			50,000

