



TRADING AND PROFIT AND LOSS ACCOUNT

as on 31st March, 2017

Dr.		Cr.	
Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
To Opening Stock	50,000	By Sales	1,80,000
To Purchase	1,75,000	(-) Sales Return	3,000
(-) Purchase Return	2,000	By Closing Stock	32,000
To Wages	3,000	By Gross Loss c/d	17,000
	<u>2,26,000</u>		<u>2,26,000</u>
To Gross Loss b/d	17,000	By Discount Received	500
To Salaries	8,000	By Commission	4,000
(+) Outstanding Salary	1,000	(-) Advance	1,000
To Discount Allowed	1,000	By Rent	6,000
To Insurance	3,200	(+) Accrued Rent	2,000
(-) Prepaid Insurance	800	By Net Loss	43,189
To Rent, Rates and Taxes	4,300		
To Trade Expenses	1,500		
To Bad Debts	2,000		
(+) Further Bad Debts	1,000		
(+) New Provision	4,050		
(+) Discount	1,539		
(-) Old Provision	2,500		
	<u>6,089</u>		



Dr.

Cr.

Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
To Postage	300		
To Telegram Expenses	200		
To Repair and Renewables	1,600		
To Travelling Expenses	4,200		
To Legal Fees	500		
To Depreciation on Building	6,600		
	54,689		54,689





BALANCE SHEET

as on 31st March, 2017

Liabilities		Amount (Rs.)	Assets		Amount (Rs.)
Capital	3,00,000		Sundry Debtors	82,000	
(-) Net Loss	43,189		(-) Further Bad Debts	1,000	
	<u>2,56,811</u>		(-) New Provision	4,050	
(-) Drawings	32,000	2,24,811	(-) Discount	1,539	75,411
Bills Payable		22,000	Bills Receivable		50,000
Loan		34,800	Fixture and Fitting		20,000
Advance Commission		1,000	Prepaid Insurance		800
Outstanding Salary		1,000	Building	1,10,000	
			(-) Depreciation @ 6%	6,600	1,03,400
			Rent (Accrued)		2,000
			Closing Stock		32,000
		<u>2,83,611</u>			<u>2,83,611</u>



Working Note:

Sundry Debtors	82,000
(-) Further Bad Debts	1,000
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	81,000
(-) Provision (5%)	4,050
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	76,950
(-) Discount (2%)	1,539
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	Rs. 75,411

