



**TRADING AND PROFIT AND LOSS ACCOUNT**

as on ....

<b>Dr.</b>			<b>Cr.</b>	
Particulars		Amount (Rs.)	Particulars	Amount (Rs.)
To Opening Stock		75,550	By Sales	1,00,000
To Purchase	75,000		(-) Return Inwards	6,000
(-) Return Outwards	4,500	70,500	By Closing Stock	35,000
			By Gross Loss c/d	17,050
		1,46,050		1,46,050
To Gross Loss b/d		17,050	By Discount Received	3,500
To Bad Debts	3,000		By Interest Received	11,260
(+) Bad Debts	1,000		By Interest on Drawings	814
(+) Provision for Bad Debts	4,950		By Net Loss	27,482
(-) Old Provision	1,500	7,450		
To Trade Expenses		2,500		
To Printing and Stationery		5,000		
To Rent, Rates and Taxes	3,450			
(+) Outstanding Rent	200	3,650		
To Freight		2,250		



Dr.

Cr.

Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
To Depreciation on Furniture	775		
To Depreciation on Motor Car	2,500		
To Discount on Debtors	1,881		
	43,056		43,056





**BALANCE SHEET**

as on ....

Liabilities		Amount (Rs.)	Assets		Amount (Rs.)
Capital	2,50,000		Cash in Hand		36,000
(-) Net Loss	27,482		Cash in Bank		53,000
	<u>2,22,518</u>		Investments		65,500
(-) Drawings	13,560		Motor Car	25,000	
(-) Interest	814	2,08,144	(-) Depreciation @ 10%	2,500	22,500
Bills Payable		85,550	Furniture and Fixture	15,500	
Sundry creditors		25,000	(-) Depreciation @ 5%	775	14,725
Outstanding Rent, Rates and Taxes		200	Sundry Debtors	1,00,000	
			(-) Bad Debts	1,000	
			(-) Provision for Bad Debts	4,950	
			(-) Discount on Debt	1,881	92,169
			Closing Stock		35,000
		<u>3,18,894</u>			<u>3,18,894</u>



**Working Note:**

Sundry Debtors	1,00,000
(-) Further Bad Debts	1,000
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	99,000
(-) Provision (5%)	4,950
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	94,050
(-) Discount (2%)	1,881
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	<b>Rs. 92,169</b>

