



**Trading Account and Profit & Loss Account**  
**For the year ending 31st March, 2024**

Dr.

Cr.

Particulars	Rs.	Particulars	Rs.
To Opening Stock	25,000	By Sales	1,28,000
To Purchases	90,000	Less: Returns Inwards	2,000
Less: Returns Outwards	1,000	By Closing Stock	40,000
To Wages and Salaries	5,000	Add: Loss due to Fire	7,000
To Carriage	2,000		
To Gross Profit	52,000		
	<b>1,73,000</b>		
To Rent, Rates and Taxes	5,000	By Gross Profit	52,000
To Printing and Stationery	1,000		
To Office Expenses	1,200		
To Bad Debts	1,500		
Add: New Provision	2,000		
	3,500		
Less: Old Provision	2,000		
To Discount	1,000		
To Depreciation on:			
Machinery	3,500		
Furniture	1,000		
To Interest on Capital	5,000		
To Transfer to General Reserve (32,800x10%)	3,280		
To Net Profit	29,520		
<b>Total</b>	<b>52,000</b>	<b>Total</b>	<b>52,000</b>



**Balance Sheet**  
**As at 31st March, 2024**

<b>Liabilities</b>		<b>Rs.</b>	<b>Assets</b>		<b>Rs.</b>
<b>Capital</b>			<b>Fixed Assets</b>		
Opening Balance	1,00,000		Machinery	50,000	
Add: Net Profit	29,520		Less: Provision for Depreciation	3,500	46,500
	1,29,520		Furniture	10,000	
Add: Interest on Capital	5,000		Less: Provision for Depreciation	1,000	9,000
	1,34,520				
Less: Drawings	10,000	1,24,520	<b>Current Assets</b>		
			Cash in Hand		6,000
General Reserve	20,000		Cash at Bank		32,000
Add: Transfer from P&L A/c	3,280	23,280	Sundry Debtors	40,000	
			Less: Provision for Doubtful		
			Debts	2,000	38,000
<b>Current Liabilities</b>			Advance for Machinery		7,000
Creditors		37,700	Closing Stock	47,000	
			Less: Loss due to fire	7,000	40,000
			Insurance Company (Claim		
			Receivable)		7,000
<b>Total</b>		<b>1,85,500</b>	<b>Total</b>		<b>1,85,500</b>



Working Notes

**Bad Debts A/c**

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-24	To Balance b/d	1,500	31-Mar-24	By Provision for Doubtful Debts A/c	1,500
		<b>1,500</b>			<b>1,500</b>

**Provision for Doubtful Debts A/c**

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-24	To Bad Debts A/c	1,500	31-Mar-24	By Balance b/d	2,000
31-Mar-24	To Balance c/d	2,000	31-Mar-24	By Profit & Loss A/c (B.F.)	1,500
		<b>3,500</b>			<b>3,500</b>

**Sundry Debtors A/c**

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-24	To Balance b/d	40,000	31-Mar-24	By Balance c/d	40,000
		<b>40,000</b>			<b>40,000</b>