



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

Dr.

Cr.

Particulars	Rs.	Particulars	Rs.
To Opening Stock	21,300	By Sales	1,40,000
To Purchases	80,000	Less: Returns Inwards	5,000
Add: Unrecorded Purchases	6,000	By Closing Stock (27,300+10,000)	37,300
	86,000		
Less: Returns Outwards	6,000		
	80,000		
Less: Drawings	2,000		
	78,000		
To Carriage Inwards	10,000		
To Gross Profit	63,000		
	1,72,300		1,72,300



Trading Account and Profit & Loss Account (Contd.)
For the year ending 31st March, 2024

Dr.

Cr.

Particulars	Rs.	Particulars	Rs.
To Sundry Expenses	600	By Gross Profit	63,000
To Printing and Stationery	500	By Provision for Discount on Debtors (380-342)	38
To Insurance Expenses	1,000		
To Bad Debts	400		
Add: Further Bad Debts	400		
Add: New Provision	900		
	1,700		
Less: Old Provision	1,000		
	700		
To Salaries and Wages	15,500		
To Carriage Outwards	3,000		
To Trade Expenses	800		
To Loss due to Fire	4,000		
To Interest on Loan	1,350		
To Depreciation on:			
Land and Building	1,800		
Plant and Machinery	4,000		
Furniture	250		
	6,050		
To Net Profit	29,538		
Total	63,038	Total	63,038



Balance Sheet
As at 31st March, 2024

Liabilities		Rs.	Assets		Rs.
Capital			Fixed Assets		
Opening Balance	1,00,000		Land and Building	90,000	
Add: Net Profit	29,538		Less: Provision for Depreciation	1,800	88,200
	1,29,538		Plant and Machinery	20,000	
Less: Drawings (12,000+2,000)	14,000	1,15,538	Less: Provision for Depreciation	4,000	16,000
			Furniture	5,000	
Current Liabilities			Less: Provision for Depreciation	250	4,750
Loan from Gajanand		30,000	Current Assets		
Creditors	12,000		Cash in Hand		1,280
Add: Unrecorded Purchases	6,000	18,000	Cash at Bank		4,600
Interest accrued on Loan		1,350	Debtors	18,400	
			Less: Bad Debts	400	
				18,000	
			Less: Provision for Doubtful Debts	900	
				17,100	
			Less: Provision for Discount on Debtors	342	16,758
			Closing Stock	37,300	
			Less: Destroyed due to Fire Insurance Company (Claim Receivable)	10,000	27,300
					6,000
Total		1,64,888	Total		1,64,888



Working Notes:

Bad Debts A/c

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-24	To Balance b/d	400	31-Mar-24	By Provision for Doubtful Debts A/c	400
31-Mar-24	To Sundry Debtors A/c	400	31-Mar-24	By Provision for Doubtful Debts A/c	400
		800			800

Provision for Doubtful Debts A/c

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-24	To Bad Debts A/c	400	31-Mar-24	By Balance b/d	1,000
31-Mar-24	To Bad Debts A/c	400	31-Mar-24	By Profit & Loss A/c (B.F.)	700
31-Mar-24	To Balance c/d	900			
		1,700			1,700

Sundry Debtors A/c

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-24	To Balance b/d	18,400	31-Mar-24	By Bad Debts A/c	400
			31-Mar-24	By Balance c/d	18,000
		18,400			18,400