



**M/s Rahul Sons
Trading Account and Profit & Loss Account
For the year ending 31st March, 2023**

Dr.			Cr.	
Particulars		Rs.	Particulars	Rs.
To Opening Stock		50,000	By Sales	1,80,000
To Purchases	1,75,000		Less: Returns Inwards	3,000
Less: Returns Outwards	2,000	1,73,000	By Closing Stock	
To Wages		3,000	By Gross Loss	
		2,26,000		2,26,000





**Trading Account and Profit & Loss Account (Contd.)
For the year ending 31st March, 2023**

Dr.			Cr.	
Particulars		Rs.	Particulars	Rs.
To Gross Loss		17,000	By Discount received	500
To Salary	8,000		By Commission received	4,000
Add: Outstanding	1,000	9,000	Less: Advance	1,000
To Discount allowed		1,000	By Rent received	6,000
To Insurance	3,200		Add: Receivable	2,000
Less: Prepaid	800	2,400	By Net Loss	43,189
To Rent, rates and taxes		4,300		
To Trade Expenses		1,500		
To Bad debts	2,000			
Add: Further Bad Debts	1,000			
Add: New Provision	4,050			
	7,050			
Less: Old Provision	2,500	4,550		
To Provision for Discount on Debtors		1,539		
To Repair and renewals		1,600		
To Travelling expenses		4,200		
To Postage		500		
To Legal fees		500		
To Depreciation on Building		6,600		
Total		54,689	Total	54,689



Balance Sheet
As at 31st March, 2023

Liabilities		Rs.	Assets		Rs.
Capital			Fixed Assets		
Opening Balance	2,90,000		Building	1,10,000	
Less: Net Profit	43,189		Less: Provision for Depreciation	6,600	1,03,400
	2,46,811		Fixtures and fittings		20,000
Less: Drawings	32,000	2,14,811			
Current Liabilities			Current Assets		
Bills Payable		22,000	Bills Receivable		50,000
Loan		34,800	Prepaid Insurance		800
Output CGST		5,180	Sundry Debtors	81,000	
Output SGST		5,180	Less: Provision for bad debts	4,050	
Commission received in advance		1,000		76,950	
Outstanding Salary		1,000	Less: Provision for discount on debtors	1,539	75,411
			Rent Receivable		2,360
			Closing Stock		32,000
Total		2,83,971	Total		2,83,971



Working Notes

Rent Receivable	2,360	
Rent Recd		2,000
Output CGST		180
Output SGST		180

	CGST	SGST
Output GST	15,000	15,000
Add: Rent Receivable	180	180
	<hr/>	<hr/>
	15,180	15,180
Less: Input GST	10,000	10,000
	<hr/>	<hr/>
	5,180	5,180





Bad Debts A/c

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Balance b/d	2,000	31-Mar-23	By Provision for Doubtful Debts A/c	2,000
31-Mar-23	To Sundry Debtors A/c	1,000	31-Mar-23	By Provision for Doubtful Debts A/c	1,000
		3,000			3,000

Provision for Doubtful Debts A/c

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Bad Debts A/c	2,000	31-Mar-23	By Balance b/d	2,500
31-Mar-23	To Bad Debts A/c	1,000	31-Mar-23	By Profit & Loss A/c (B.F.)	4,550
31-Mar-23	To Balance c/d	4,050			
		7,050			7,050

Sundry Debtors A/c

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Balance b/d	82,000	31-Mar-23	By Bad Debts A/c	1,000
			31-Mar-23	By Balance c/d	81,000
		82,000			82,000



Provision for Discount on Debtors A/c

Dr.

Cr.

Date	Particulars	Rs.	Date	Particulars	Rs.
31-Mar-23	To Balance c/d (81,000-4,050)x2%)	1,539	31-Mar-23	By Profit & Loss A/c	1,539
		1,539			1,539

