



Mr. Gautam
Trading Account and Profit & Loss Account
For the year ending 31st March, 2023

Dr.			Cr.	
Particulars		Rs.	Particulars	Rs.
To Opening Stock		40,000	By Sales	1,15,000
To Purchases	51,000		Less: Returns Inwards	2,000
Less: Returns Outwards	2,650	8,350	By Closing Stock	
To Wages		20,000		60,000
To Carriage Inwards		1,200		
To Coal & Gas		5,600		
To Gross Profit		57,850		
		1,73,000		1,73,000





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

Dr.			Cr.	
Particulars		Rs.	Particulars	Rs.
To Salaries		4,000	By Gross Profit	57,850
To Rent	2,700		By Interest earned but not received	600
Add: Outstanding	900	3,600		
To Discount allowed		1,500		
To Repairs		1,800		
To Printing & Stationery		600		
To Bad-debts		1,200		
To Advertisements Expenses Written Off		875		
To General Expenses		250		
To Carriage Outwards		1,500		
To Depreciation on:				
Plant & Machinery	2,000			
Furniture and Fixtures	60			
Loose Tools	450	2,510		
To Provision for doubtful debts		2,250		
To Provision for discount on debtors		1,069		
To Net Profit		37,296		
Total		58,450	Total	58,450



Balance Sheet
As at 31st March, 2023

Liabilities		Rs.	Assets		Rs.
Capital			Fixed Assets		
Opening Balance	2,03,000		Goodwill		30,000
Add: Net Profit	37,296		Land & Buildings	60,000	60,000
	2,40,296		Plant & Machinery	40,000	
Less: Drawings	15,000	2,25,296	Less: Provision for Depreciation	2,000	38,000
			Furniture and Fixtures	1,200	
			Less: Provision for Depreciation	60	1,140
			Loose Tools	3,000	
			Less: Provision for Depreciation	450	2,550
			Investments		5,000
Current Liabilities			Current Assets		
Bills Payable		13,800	Cash in hand		1,400
Sundry Creditors		30,000	Cash at Bank		25,000
Rent Outstanding		900	Bills Receivable		2,000
			Sundry Debtors	45,000	
			Less: Provision for doubtful debts	2,250	
				42,750	
			Less: Provision for discount on debtors	1,069	41,681
			Deferred Advertisement Expenses	3,500	
			Less: Written Off	875	2,625
			Interest earned but not received		600
			Closing Stock		60,000
Total		2,69,996	Total		2,69,996