

**Q19. The following is the Trial Balance of Atul as at 31<sup>st</sup> March, 2024:**

Heads of Accounts	L.F.	Dr. Balance	Cr. Balance
Capital			50,000
Drawings		10,000	
Debtors		24,000	
Creditors			16,000
Adjusted Purchases		75,700	
Sales			1,31,000
Sales Return		1,500	
Bank Loan			10,000
Interest on Loan		300	
Cash in Hand		3,000	
Cash at Bank		7,500	
Miscellaneous Income			1,000
Wages		6,000	
Furniture		33,900	
Carriage Outwards		4,500	
Carriage Inwards		5,000	
Salaries		12,000	
Rent		18,000	
Bad Debts		600	
Discount Allowed		5,000	
Discount Received			2,600

<b>Bills Receivable</b>		<b>10,000</b>	
<b>Bills Payable</b>			<b>8,000</b>
<b>Insurance</b>		<b>2,000</b>	
<b>Commission</b>			<b>15,400</b>
<b>Closing Stock</b>		<b>15,000</b>	
<b>Total</b>		<b>2,34,000</b>	<b>2,34,000</b>

**Prepare Trading and Profit and Loss Account for the year ending on 31<sup>st</sup> March, 2024 and Balance Sheet as on that date.**

**Solution -**

**In the Books of ...**

**Dr     Trading and Profit & Loss Account for the year ended March 31, 2024**

**Cr**

<b>Particulars</b>	<b>Amount</b>	<b>Particulars</b>	<b>Amount</b>
To Opening Stock A/c	-	By Sales A/c                      1,31,000	
To Purchases A/c	75,700	Less: Sales Return <u>1,500</u>	1,29,500
To Wages A/c	6,000	By Closing Stock A/c	-
To Carriage Inwards A/c	5,000		
To Gross Profit b/f	42,800		
	<u>1,29,500</u>		<u>1,29,500</u>
To Interest on Loan A/c	300	By Gross Profit A/c	42,800
To Insurance A/c	2,000	By Discount Received A/c	2,600

To Carriage Outwards A/c	4,500	By Commission A/c	15,400
To Salaries A/c	12,000	By Miscellaneous Income A/c	1,000
To Rent A/c	18,000		
To Bad Debts A/c	600		
To Discount Allowed A/c	5,000		
To Net Profit B/F	19,400		
	61,800		61,800

**Balance Sheet**  
**As on March 31, 2024**

Liabilities		Amount	Assets	Amount
Bank Loan		10,000	Bills Receivables	10,000
Creditors		16,000	Debtors	24,000
Bills Payable		8,000	Cash in Hand	3,000
Capital	50,000		Cash at Bank	7,500
Less: Net Loss	10,000		Furniture	33,900
Add: Drawings	<u>19,400</u>	59,400	Closing Stock	15,000
		<u>93,400</u>		<u>93,400</u>