

Q22. Prepare Trial Balance, Trading and Profit and Loss Account for the year ended 31st March, 2024 and Balance Sheet of the Premier Trading Company as at that date, from the following extracts of Ledger balances:

Proprietor's Capital A/c	1,19,400	Proprietor's Drawings A/c	10,550
Bills Receivable	9,500	Plant and Machinery	28,800
Wages	40,970	Salaries	11,000
Sundry Debtors	62,000	Sundry Creditors	60,830
Bank Loan	20,000	Return Inwards	2,780
Purchases	2,56,590	Sales	3,56,430
Commission Received	5,640	Discount Allowed	5,870
Rent	5,620	Stock on 1 st April, 2023	89,680
Travelling Expenses	1,880	Insurance	400
Cash	530	Bank (Debit Balance)	18,970
Repairs	3,370	Bad Debts	3,620
Furniture	8,970	Output CGST	4,500
Input CGST	5,100	Output SGST	4,500
Input SGST	5,100		

Stock in Hand on 31st March, 2024 was valued at 1, 28,960.

Solution - In the Books of
Dr Trading and Profit & Loss Account for the year ended March 31, 2024
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Particulars	Amount	Particulars	Amount
To Opening Stock A/c	89,680	By Sales A/c	3,56,430
To Purchases A/c	2,56,590	Less: Sales Return	2,780
To Wages A/c	40,970	By Closing Stock A/c	1,28,960
To Gross Profit b/f	95,370		
	4,82,610		4,82,610

To Rent A/c	5,620	By Net Profit A/c	95,370
To Salaries A/c	11,000	By Commission Received A/c	5,640
To Discount Allowed A/c	5,870		
To Travelling Expenses A/c	1,880		
To Repairs A/c	3,370		
To Insurance A/c	400		
To Bad Debts A/c	3,620		
To Net Profit B/F	69,250		
	1,01,010		1,01,010

Balance Sheet
As on March 31, 2024

Liabilities	Amount	Assets	Amount
Bank Loan	20,000	Bills Receivables	9,500
Creditors	60,830	Debtors	62,000
Capital		Cash in Hand	530
1,19,400		Cash at Bank	18,970
Less: Drawings		Furniture	8,970
10,550	1,78,100	Closing Stock	1,28,960
Add: Net Profit		Plant and Machinery	28,800
69,250		Input CGST	600
		Input SGST	600
	2,58,930		2,58,930