

Trading & P&L A/c of M/s Ajun & sons

Dr.

Particulars	₹	Particulars	₹
TO opening stock	42000	By sales	155000
TO purchases	82600	By closing stock	64000
(-) purchase return	(1600)		
TO carriage inward	1200		
TO wages	4000		
(+) of wages	2400		
TO power	6000		
TO Gross profit	82400		
	<u>219000</u>		<u>219000</u>

Profit & loss A/c

Dr.

Particulars	₹	Particulars	₹
TO rent (11 months)	22000	By gross profit	82400
(+) of rent (1 month)	2000		
TO salary	15000		
TO insurance	3600		
TO interest on bank	1000		
($25000 \times 8\% \times \frac{6}{12}$) loan			
TO bad debts	500		
(+) new provision (5%)	1005		
TO depreciation	5000		
on machinery	2935		
TO manager's comm.	~~2935~~		
($32295 \times \frac{10}{100}$)			
TO net profit	29360		
	<u>82400</u>		<u>82400</u>

(82400 - 50105)

Balance sheet

Liability	₹	Asset	₹
Capital 80000		fixed Assets:-	
(+) net profit + 99360	99360	Machinery	50000
(-) drawing (18000)	~~90000~~	(-) dep ⁿ	(5000)
8-1/2% bank loan	25000	furniture	14000
(+) Interest	1000	Current Asset:-	
Creditors	18900	Working stock	64000
Op's wages	2400	debtors	20600
Op's rent	2000	(-) bad debts	(500)
Manager's commission	2935	(-) provision	(1005)
		Cash in hand	1500
	<u>143595</u>		<u>143595</u>