

**Q23. From the following Trial Balance, Prepare Trading and Profit and Loss Account for the year ended 31<sup>st</sup> March,2024 and Balance Sheet as at that date:**

Heads of Accounts	L.F.	Dr. Balance	Cr. Balance
Capital			5,00,000
Plant and Machinery		1,00,000	
Land and Building		1,20,000	
Sales			9,00,000
Furniture and Fixtures		50,000	
Trade Expenses		30,000	
Cash at Bank		2,50,000	
Wages and Salaries		60,000	
Repairs		10,000	
Purchases		6,00,000	
Opening Stock		2,00,000	
Sundry Debtors		1,00,000	
Sundry Creditors			1,20,000
Purchases Return			20,000
Rent			12,000
Discount		8,000	
Drawings		10,000	
Bills Receivable		40,000	
Bills Payable			30,000
Bad Debts		4,000	

Interest			10,000
Input CGST A/c		10,000	
Input SGST A/c		10,000	
Input IGST A/c		5,000	
Output CGST A/c			5,000
Output SGST A/c			5,000
Output IGST A/c			15,000
Total		16,07,000	16,07,000

The stock on 31<sup>st</sup> March, 2024 was valued at 1, 40,000.

### Solution

in the Books of

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

Cr

Particulars	Amount	Particulars	Amount
To Opening Stock A/c	2,00,000	By Sales A/c	9,00,000
To Purchases A/c 6,00,000		By Closing Stock A/c	1,40,000
Less: Purchases Return <u>10,000</u>	5,90,000		
To Wages and Salaries A/c	60,000		
To Gross Profit b/f	1,90,000		
	<u>10,40,000</u>		<u>10,40,000</u>
To Trade Expenses A/c	30,000	By Net Profit A/c	1,90,000
To Repairs A/c	10,000	By Rent A/c	12,000
To Discount A/c	8,000	By Interest A/c	10,000
To Bad Debts A/c	4,000		
To Net Profit B/F	1,60,000		

	2,02,000		2,12,000
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**Balance Sheet**  
**As on March 31, 2024**

Liabilities	Amount	Assets	Amount
Creditors	1,20,000	Bills Receivables	40,000
Bills Payable	30,000	Cash at Bank	2,50,000
Capital		Furniture and Fixtures	50,000
5,00,000			1,40,000
Less: Drawing		Closing Stock	1,00,000
10,000	6,50,000	Plant and Machinery	1,20,000
Add: Net Profit		Land and Machinery	1,00,000
1,60,000		Sundry Debtors	
	8,00,000		8,00,000