1. Prepare Profit & Loss Account and a Balance Sheet with the following ledger account

balances that were extracted from the books of M/s. Axis Agencies as on 30.9.2020

Account Debit (Rs) Credit (Rs)

-------------------------------------------------------------------------------------------------------------------------

Salaries (E) 9000

Commission \* (I) 6000

Office Expenses (E ) 1000

Purchases (E) 22000

Sales (I) 114000

Trade mark & Patents (A) 4000

Vehicles \*(A) 50000

Interest (E ) 1000

Stationery (E) 2000

Dena Bank Current A/c (A) 10000

Power & Fuel (E ) 10000

Prop’s Capital (L) 85000

Purchase Expenses (E ) 5000

Land (A) 40000

Freight Inwards (E ) 6000

Purchase Returns (-E ) 7000

Stock as on 1.10.2019 (E ) 9000

Bills Receivable (A) 25000

Bank Overdraft ( L) 44000

Buildings \* (A) 30000

Prop’s Drawings (-L) /(-C) 22000

Freight outwards (E) 7000

Bills Payable (L) 82000

TOTAL 338000 338000

Transactions yet to be accounted :-

i) Provide Depreciation on Vehicles @ 10% and Buildings 5%

ii) Commission received in advance Rs. 1000

iii) Closing stock on hand Rs. 14000

iv) Wages wrongly included in Salaries Rs. 3000

**2) From the Trial balance of M/s. ABC & Co as on 31.3.2020.**

**-----------------------------------------------------------------------------------------------------**

**ACCOUNT** **DEBIT (Rs)** **CREDIT (Rs)**

-----------------------------------------------------------------------------------------------------

Cash (A) 95000

Freight Inwards (DE) 4000

Salaries\*(DE) 8000

Purchases (DE) 60000

Power & Fuel (E) 5000

Sales (I) 220000

Goodwill (A)-intangible 20000

Machinery\*(A) 340000

Discount (I) 9000

Prop’s Capital (L) 340000

Debtors\* (A) 80000

Stock as on 1.4.2019 (E) 28000

Prop’s Drawings (-C) 9000

Uco Bank SB A/c (A)-current 38000

Purchase (-E / I) / Sales Returns (E / -I) 2000 5000

Long Term Loan (L) 80000

Carriage outwards ( E) 6000

Creditors (L) 41000

TOTAL 695000 695000

**Adjustments to be considered** :

a) Commission due but not received Rs. 2000 b) Depreciate M/c @ 10 %

c) Value of stock as on 31.3.2019 Rs. 40000 d) Salaries outstanding Rs. 3000

e) Create a provision for doubtful debts @ 5%

Prepare a Trading, P&L A/c and Balance Sheet.

**3) The following balances are extracted from the books of M/s. Jeeva Traders**

**as on 31.3.2020**

**-----------------------------------------------------------------------------------------------------**

**ACCOUNT** **DEBIT (Rs)** **CREDIT (Rs)**

-----------------------------------------------------------------------------------------------------

Office expenses(E) 25000

Cash (A) 20000

Freight Inwards(E) 2000

Commission(I) 11000

Prop’s Capital (L) 300000

Salaries(E) 12000

Purchases (E) 70000

Power & Fuel (E) 10000

Sales (I) 160000

Goodwill (A) 32000

Machinery(A) 140000

Prop’s Drawings(-L) 9000

IDBI Bank SB A/c(A) 18000

Sales / Purchase Returns (-I,-E) 4000 8000

Long Term Loan(L) 100000

Debtors (A) 40000

Stock as on 1.4.2020(E) 26000

Carriage outwards (E) 10000

Creditors (L) 41000

Equipments (A) 120000

TOTAL 579000 579000

**Adjustments to be considered** :

a) Insurance pre paid Rs. 2000(CURRENT - Asset) b) Depreciate M/c @ 10 %

c) Value of stock on hand by year end Rs. 15000 d) Bad debts expected Rs. 2000

Prepare a Trading, P&L A/c and Balance Sheet.

**4) Prepare a Trading , Profit & Loss Account from the following Trial Balance as on 30.09.2020, of a manufacturing unit** :-

Account Debit (Rs) Credit (Rs)

------------------------------------------------------------------------------------------------------

Power charges(DE) 7000

Misc Income (II) 6000

Machinery maintenance (IE) 8000

Purchases (DE) 65000

Sales (I) 130000

Furniture\* (A) 20000

Discount ( I) 5000

Good will (A) 10000

Interest\*( E) 7000

Debtors\*(A) 60000

Buildings (A) 70000

Purchase expenses (DE) 9000

Salaries (E ) 10000

Wages (E ) 5000

Stock as on 1.10.2019(DE) 40000

Long term loan (L) 90000

Capital (L) 200000

Drawings (-L) 11000

Bank (A) 20000

Creditors \*(L) 40000

Plant & Machinery (A) 75000

Provision for bad debts(-DEBTORS) 4000

Cash (A) 58000

TOTAL 475000 475000

**Adjustments**

a) Create a Reserve for discount on sundry creditors on @ 5%

b) Sale of Furniture for Rs. 20000 was wrongly included in the Sales Day Book

c) stock on hand as on 30.9.2020 Rs. 10000 d) Wages outstanding Rs. 3000

e) Provision for bad & doubtful debts on debtors to be maintained at Rs. 7,000

f) Interest paid in advance Rs. 3,000