

### PROBLEMS CLOSING AND WORKSHEET (1-2)

**Problem # 20.1:** Following data extracted from the books of Mahnoor Malik.

**Mahnoor Malik**

**Corrected Trial Balance**

31-Dec-16

1) revenue

Description	Debit	Description	Credit
Purchases <span style="float: right;">ex</span>	720	Sales <span style="float: right;">revenue</span>	5,000
Carriage inward <span style="float: right;">ex</span>	930	Owner Equity	9,500
Wages <span style="float: right;">ex</span>	1,560	Note Payable	700
Salaries <span style="float: right;">ex</span>	1,220	Sundry Creditor	240
General Expenses <span style="float: right;">ex</span>	300	Salaries Payable	740
Cash at Bank	1,600		
Petty Cash	30		
Premises	6,500		
Furniture	1,500		
Stock	550		
Drawing	70		
Account Receivable	1,200		
<b>Total</b>	<b>Rs. 16,180</b>	<b>Total</b>	<b>Rs. 16,180</b>

#### Adjustments

- a) Stock at 31<sup>st</sup>, December was valued at Rs. 320
- b) General Expenses of Rs. 300 paid for two years, first year had expired
- c) A Debt of Rs. 100 is to be written off as bad by direct method
- d) Unpaid Salaries during the 2008 was Rs. 140

#### Requirements

1. Pass Adjusted Entries
2. Pass Closing Entries
3. Prepare Work Sheet

## General Journal

Date		Account Title and Explanations	Ref	Amount (Rs.)	
				Debit	Credit
2016					
Dec	31				
	31				
	31				
	31				
	(i)				
	(ii)				
	(iii)				
	(iv)				
Total				Rs. 12,630	Rs. 12,630

**Mahnoor Malik**  
**Work Sheet**

*For the Period ended December 31<sup>st</sup>, 2016*

1	2	3	4	5	6	7	8	9	10	11	12	13	14
A #	Chart of Accounts	Trial Balance		Adjustments		Adj. Trial Balance		Income Statement		Statement of O.E		Balance Sheet	
		Dr	Cr	Dr	Cr	Dr	Cr	Expenses	Revenues	Dr	Cr	Assets	Equities
1	Purchases												
2	Carriage inward												
3	Wages												
4	Salaries												
5	General Expenses												
6	Cash at Bank												
7	Petty Cash												
8	Premises												
9	Furniture												
10	Stock												
11	Drawing												
12	Account Receivable												
13	Prepaid General Exp.												
14	Bad Debts												
15	Sales												
16	Owner Equity												
17	Note Payable												
18	Sundry Creditor												
19	Salaries Payable												
20	Net Profit c/f to O.E												
21	Bal c/f to B/S												
<b>Total</b>		<b>16,180</b>	<b>16,180</b>	<b>710</b>	<b>710</b>	<b>16,320</b>	<b>16,320</b>	<b>5,000</b>	<b>5,000</b>	<b>10,000</b>	<b>10,000</b>	<b>11,750</b>	<b>11,750</b>

**Problem # 20.2:** Following data extracted from the books of Abdul Fattakh Ltd.

**Abdul Fattakh Ltd.**

Corrected Trial Balance

31-Dec-15

Description	Debit	Description	Credit
Sundry Debtors	145,000	Sundry Creditors	63,000
Drawings	52,450	Opening Capital	710,000
Insurance Exp.	6,000	Sales	982,000
General Expenses	30,000	Commission	3,200
Salaries	150,000		
Patents	75,000		
Machinery	200,000		
Leasehold Land	100,000		
Building	300,000		
Opening Inventory	58,600		
Carriage on Purchases	20,400		
Carriage on Sales	32,000		
Fuel and Power	47,300		
Wages	104,800		
Cash at Bank	29,500		
Cash in Hand	5,400		
Net Purchases	401,750		
<b>Total</b>	<b>Rs. 1,758,200</b>	<b>Total</b>	<b>Rs. 1,758,200</b>

**Adjustments**

- Inventory on 31<sup>st</sup>, December 2015 was valued at Rs. 68,000.
- Depreciation Machinery by 10 % and Amortization of Patents by 20 %.
- Unexpired Insurance at the end financial year was Rs. 2,000.
- Advance Wages paid to of Rs. 7,000.

**Requirements**

- Pass Adjusted Entries
- Pass Closing Entries
- Prepare Work Sheet

Date		Account Title and Explanations	Ref	Amount (Rs.)	
				Debit	Credit

## Work Sheet

[illegible]