

**Final Accounts**

**Q.1.** Prepare Trading and Profit Loss Account for the year ending 31st March 2017 from the books of Mr. Siva Subramanian.

Stock (1.4.2017)	15,000	Carriage outwards	4,000
Purchases	1,65,000	Wages	30,000
Purchases return	10,000	Sales returns	5,000
Postage	3,000	Salaries	20,000
Discount received	5,000	Stationeries	2,000
Bad debts	1,000	Interest	8,000
Sales	3,00,000	Insurance	4,000
Stock (31.3.2017)	80,000		

**Q.2.** Prepare Profit and Loss Account, from the following balances of Mr. Kandan for the year ending 31.12.2018.

Office rent	Rs. 30,000	Salaries	Rs. 80,000
Printing expenses	Rs. 2,000	Stationeries	Rs. 3,000
Tax, Insurance	Rs. 4,000	Discount allowed	Rs. 6,000
Advertisement	Rs. 36,000	Travelling expenses	Rs. 26,000
Gross Profit	Rs.2,50,000	Discount received	Rs. 4,000

**Q.3.** From the following information prepare balance sheet of Mrs. Nasreen Khan as at 31st Dec. 2018.

Goodwill	10,000	Sundry debtors	25,000
Capital	90,000	Drawings	15,000
Cash in hand	10,000	Land & Buildings	30,000
Investment	500	Bank	10,000
Net profit	46,900	Creditors	31,500
Bills receivable	6,500	Plant & machinery	20,000
Bills payable	5,350	Closing stock	40,000
Furniture	6,750		

**Q.4.** The trial balances of Mr. Uma Shankar shows the following balances on 31st March 2019. Prepare final accounts.

Particulars	Rs.	Particulars	Rs.
Purchases	70,000	Capital account	56,000
Sales returns	5,000	Sales	1,50,000
Opening stock	20,000	Purchase returns	4,000
Discount allowed	2,000	Discount received	1,000
Bank charges	500	Sundry creditors	30,000
Salaries	4,500		
Wages	5,000		
Freight inwards	4,000		
Freight outwards	1,000		
Rent, rates and taxes	5,000		
Advertising	6,000		
Cash in hand	1,000		
Plant and machinery	50,000		
Sundry debtors	60,000		

Cash at bank	7,000		
	2,41,000		2,41,000

Closing stock on 31st March 2019 was Rs. 30,000.

**Q.5.** From the following trial balance of 'X & Co' prepare Trading Account and Profit and loss Account for the year ended 31.03.2017 and a Balance Sheet as on that date.

Particulars	Debit Balance (Rs.)	Particulars	Credit Balance (Rs.)
Opening Stock	50,000	Creditors	80,000
Salaries	12,000	Sales	2,80,000
Insurance	800	Capital	50,000
Carriage Inward	3,400	Discount	200
Commission	8,800	Bills Payable	12,400
Stationery	4,600	Return outward	2,000
Purchases	1,50,000		
Return inward	6,400		
Rent & Taxes	4,000		
Bills Receivables	8,000		
Drawings	5,600		
Office Furniture	16,000		
Debtors	1,34,000		
Cash in hand	1,000		
Cash at Bank	20,000		
	4,24,600		4,24,600

**Adjustments:**

1. Closing Stock is valued at Rs. 60,000.
2. Prepaid Insurance Rs. 200
3. Office Furniture to be depreciated at 10%
4. Provision for doubtful debt to be provided at 2% on Debtors.
5. Salary outstanding Rs. 400

**Q.6.** Following is the trial balance of ABC as on 31<sup>st</sup> March 2017, prepare Final Accounts.

Particulars	Amount (Dr.)	Particulars	Amount (Cr.)
Opening Stock	40,000	Capital	2,00,000
Machinery	1,40,000	Bills Payable	16,000
Bills Receivable	20,000	Sales	2,40,000
Purchases	2,00,000	Returns Outward	10,000

Furniture	12,000	Sundry Creditors	80,000
Returns Inward	4,000	Commission Received	6,000
Drawings	6,000	Loan	20,000
Sundry Debtors	60,000	Reserve for Doubtful Debts	2,000
Salaries (11 months)	22,000		
Wages	20,000		
Insurance	6,000		
General Expenses	4,000		
Interest on Loan	800		
Bad Debts	2,000		
Advertisement	16,000		
Building	21,200		
	5,74,000		5,74,000

**Adjustments:**

1. Stock as on 31<sup>st</sup> March 2017 is valued at Rs. 90,000.
2. Depreciate machinery at 10% per annum.
3. Out of the debtors, Rs. 2,000 are bad also provide reserve for doubtful debts at 5%.
4. Wages outstanding Rs. 1,000 and Salaries Rs. 2,000.
5. Insurance is prepaid of Rs. 400.

**Q.7.** From the following Trial Balances of M/s Chavan, you are required to prepare Trading, Profit and Loss Account for the year ended 31<sup>st</sup> December 2015 and the Balance sheet as on that date after taking into account necessary adjustment.

Particulars	Amount (Dr.)	Amount (Cr.)
Capital		3,30,000
Drawings	24,450	
Stock on 1/1/2015	2,00,000	
Bills Receivable	25,000	
Purchases	2,75,000	
Sales		4,00,000
Bills Payable		60,000
Purchase Return		4,500
Sales Return	5,000	
Plant and Machinery	1,00,000	
Loose Tools	25,000	
Patents	25,000	
Sundry Debtors	1,25,000	
Sundry Creditors		1,40,000
Cash at Bank	77,750	
Wages	19,000	
Salaries	17,500	
Rates and Taxes	7,500	
Insurance	3,000	
Printing and Stationery	2,000	
Power and Fuel	3,500	
	9,34,500	9,34,500

**Adjustment:**

1. Depreciate Plant and Machinery by 5% and Patents by 15%.
2. Provide Bad and Doubtful Debts at 5% on Sundry Debtors.
3. Prepaid Insurance Rs. 750.
4. Outstanding Expenses a) Salaries Rs.2,500 b)Wages Rs. 1,000 and c)Printing & Stationery Rs.500
5. Stock on 31<sup>st</sup> December 2015, Rs.1,30,000.

**Q.8.** Prepare Final Accounts as on 31/12/2014 from the following balances of Ms. R and Co.:

Capital	4,70,000	Machinery	1,58,800
Cash in Hand	6,000	Sundry Debtors	48,000
Building	3,20,000	Repairs	5,400
Stock	33,000	Insurance Premium	3,300
Sundry Creditors	26,000	Sales	2,90,000
Commission Paid	750	Telephone charges	6,450
Rent and Taxes	6,300	Furniture	11,000
Purchases	1,65,000	Discount Earned	1,100
Salaries	70,600	Loan	51,000
Discount Allowed	650	Bank Overdraft	5,900
Drawings	5,000	Bills Receivables	8,600
Bad Debts	1,350	Bills Payable	6,000

**Adjustment:**

1. Depreciate Machinery by 5% and Furniture by 15%.
2. Provide Bad and Doubtful Debts at 5% on Sundry Debtors.
3. Prepaid Insurance Rs. 700.
4. Outstanding Expenses Salaries Rs.2,400
5. Stock on 31<sup>st</sup> December 2015, Rs. 30,000.