

JOURNAL ENTRY

S/N	NAME OF ACCOUNT	DEBIT	CREDIT
A.	Rent a/c Debtor a/c	350,000	350,000
B.	Creditor a/c Debtor a/c	1,560,000	1,560,000
C.	Discount allowed a/c Debtor a/c	500,000	500,000
D.	Debtor a/c Bank a/c	2,620,000	2,620,000
E.	Purchases a/c Suspense a/c	300,000	300,000
F.	Purchases a/c Creditor a/c	1,000,000	1,000,000
G.	Bank a/c Cash a/c	2,450,000	2,450,000
H.	Bank charges a/c Bank a/c	910,000	910,000
I.	Suspense a/c Cash a/c	1,900,000	1,900,000
J.	Furniture and fitting a/c Cash a/c	8,640,000	8,640,000
H.	Suspense a/c Cash a/c	1,160,000	1,160,000

Dr		SUSPENSE ACCOUNT		Cr	
Cash over casted		1,900,000		Balance b/d	440,000
				Expense	1,160,000
				Purchases	300,000
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STATEMENT OF CORRECTED NET PROFIT FOR THE YEAR ENDED APRIL 2020

Balanced profit		12,300,000
Less; Rent a/c	350,000	
Discount allowed	500,000	
Purchase over casted	300,000	
Purchases	1,000,000	
Bank charges	910,000	
Net profit corrected		9,240,000

Working.....

Dr		DEBTOR CONTROLL ACCOUNT		Cr	
Balance b/d	9,600,000	Rent	350,000		
Bank	2,620,000	Discount allowed	500,000		
		Sett off	1,560,000		
			9,810,000		
	12,220,000		12,220,000		

Dr	CREDITOR CONTROL ACCOUNT		Cr
Sett off	1,560,000	Balance b/d	6,500,000
Balance c/d	5,940,000	Purchase	1,000,000
	7,500,000		7,500,000
		Balance b/d	5,940,000

Dr	CASH ACCOUNT		Cr
Balance b/d	13,870,000	Bank	2,450,000
		Suspense	1,900,000
		Fitting and furniture	8,640,000
		Suspense	1,600,000
	13,870,000		13,870,000

STATEMENT FINANCIAL ACCOUNT AT THE YEAR ENDED APRIL 2020

ASSETS		
NON CURRENT ASSET	Tsh	Tsh
At cost		68,640,000
Less; Depreciation		31,000,000
		37,640,000
CURRENT ASSET		
Stock in trade	14,000,000	
Debtor control	9,810,000	
Bank	5,600,000	
		29,410,000
Total Asset		67,059,000
CAPITAL AND LIABILITIES		
CURRENT LIABILITIES		
Cash overdraft/bank		13,870,000
Creditor		5,949,000
Capital	35,000,000	
Add; Retained profit	9,240,000	44,240,000
		67,050,000