

2. The following Trial Balance had been taken from the books of Allstar Enterprise for the year ended 30 June 2022:

	Debit RM	Credit RM
OE Capital		15,000
SE 8% Loan from Johnson, 1 October 2021		5,000
OE Drawings	1,090 + 355	
KA Motor Vehicles	12,000	
KA Furniture and Fittings	5,800	
IE Inventory, 1 July 2021	5,500	
LA Accounts Receivable and Accounts Payable	15,700	9,625
PE Discounts Received		1,275
FS Returns Inwards	4,500	
PA Purchases and Sales	61,300	94,500
FE Custom Duties	1,400	
PE Salaries	8,500	
Carriage	1,800	
PE Postage	300	
PE Rental Expenses	9,000 - 2,250	
PE Motor Expenses	710 - 355	
PE Bad Debts Recovered		325
PI Commission Income		500 - 100
PE General Expenses	2,531	
EA Allowance For Doubtful Debts, 1 July 2021		700 1,800
PE Bad Debts	1,700	
Accumulated Depreciation:		
KA Motor Vehicles		2,880 + 1,824
KA Furniture and Fittings		1,300 + 1,040
EA Petty Cash	969	
EA Bank Overdraft		1,695
	<u>132,800</u>	<u>132,800</u>

PE Interest on loan from Johnson. 400

EA Closing Inventory 6,900

PE Increased in AFDD 1100

PE Wages 1,200

PE Dep. of Motor Vehicles 1,824

EA Accrued Wages 1,200

PE Dep. of Furn. and Fitt. 1,040

EA Accrued Interest on loan from Johnson 400

IE Carriage Inwards 900

PE Carriage Outwards 900

EA Unearned Commission Income 100

EA Prepaid Rental Expenses 2,250

Additional information:

- (i) Inventory on 30 June 2022 was valued at RM 6,900.
- (ii) Casual wages for office cleaning of RM 100 per month for the year were still remain unpaid.
- (iii) The carriage comprises of equal amount for goods sold and goods purchased.
- (iv) Half of the motor expenses is for the owner's private car.
- (v) Interest on loan was still remain outstanding on 30 June 2022.
- (vi) The commission included a sum of RM 300 which is for 6 months period to 31 August 2022.
- (vii) A quarter of rent was for the tenancy period from 1 July to 30 September 2022.
- (viii) Provide allowance for doubtful debts of 2% on net sales.
- (ix) Depreciation on non-current assets:
 - Motor Vehicles — 20% per annum on carrying amount
 - Furniture and Fittings — straight line method based on 5 years of useful life with scrap value of RM 600

You are required to prepare:

- (a) Income Statement for the year ended 30 June 2022; (12%)
 - (b) Statement of Financial Position as at 30 June 2022. (8%)
- (Total: 20%)

	RM	RM	RM
Sales			94,500
Less: Returns Inwards			(4,500)
Net Sales			90,000
Less: Cost of Sales			
Opening Inventory		5,500	
Purchases	61,300		
Custom Duties	1,400		
Carriage Inwards	900		
Cost of Purchases		63,600	
Cost of Goods Available for Sales		69,100	
Less: Closing Inventory		(6,900)	(62,200)
Gross Profit			27,800
Other Income			
Discounts Received		1,275	
Bad Debts Recovered		325	
Commission Income		400	2,000
			19,800
Less: Expenses			
Salaries		8,500	
Postage		300	
Rental Expenses		6,750	
Motor Expenses		355	
General Expenses		2,531	
Bad Debts		1,700	
Interest on Loan from Johnson		400	
Wages		1,200	
Carriage Outwards		900	
Increased in Allowance for Doubtful Debts		1,100	
Depreciation of Motor Vehicles		1,824	
Depreciation of Furniture and Fittings		1,040	(26,600)
Net Profit			3,200

24 MAR 2023

Allstar Enterprise
Statement of Financial Position
As At 30 June 2022

[illegible]