**Unified Exam Bookkeeping and Accounts Past Year Papers Collection - Year 2001 Question 1**

Sen and Lin are partners sharing profits and losses equally. The terms of their agreement arc:

1. Partners are to be credited with interest on capital at 5% per annum.
2. Drawings are charged with interest at 5% per annum calculated from the date when the drawings are made.
3. Loans from partners are allowed at 7% interest per annum.

The following Trial Balance was extracted from the books on 31 Dec 2000 after the preparation Of the Trading And Profit And Loss Account but before any adjustments were made:

**Trial Balance At At 31 December 2000**

|  |  |  |
| --- | --- | --- |
| **Particulars** | **Debit** | **Credit** |
|  | **RM** | **RM** |
| Capital Accounts, as at I January 2000 |  |  |
| Sen |  | 35,000 |
| Lin |  | 25,000 |
| Loan From Sen |  | 3,000 |
| Buildings | 47,000 |  |
| Furniture And Fixtures | 13,878 |  |
| Stock, as at 31 December 2000 | 8,643 |  |
| Debtors and Creditors | 3,482 | 892 |
| Bank Balance | 11,431 |  |
| Drawings by Lin on 1 July 2000 | 600 |  |
| Profit And Loss Account: Net Profit for the year |  | 17,642 |
| Mortgage On Buildings |  | 3,500 |
|  | 85,034 | 85,034 |

The following adjustments were to be considered:

1. A debt of RM 200 owed by Ali, included in debtors, was worth only RM 0.40 in every ringgit.
2. Sen had paid at his own expense a sum of RM 150 for the entertainment of customer. The sum had to be reimbursed to him.
3. Interest due on mortgage was RM155.
4. Interest on loan was due to Sen.

You are required to:

1. complete the Profit And Loss Account for the year ended 31 December 2000;
2. show the Profit And Loss Appropriation Account for the year ended 31 December 2000;
3. draw up a Balance Sheet as at 31 December 2000.