Wada and Lina are in partnership sharing profit and loss in the ratio of 2:1. The following trial balance was extracted from the books on 31 May 2020.

**Trial Balance As At 31 May 2020**

|  |  |  |
| --- | --- | --- |
| Capital |  |  |
| Wada |  | 50,000 |
| Lina |  | 25,000 |
| Current |  |  |
| Wada |  | 1,280 |
| Lina | 1,320 |  |
| Drawings |  |  |
| Wada | 2,360 |  |
| Lina | 1,840 |  |
| Motor Vehicles | 80,000 |  |
| Accounts Receivables and Accounts Payables | 2,650 | 10,210 |
| Inventory | 4,250 |  |
| Bank | 2,260 |  |
| Loan from Wada |  | 10,000 |
| Miscellaneous | 1,150 |  |
| Commission | 1,230 | 1,380 |
| Carriage Inwards | 2,620 |  |
| Wages and Salaries | 5,830 |  |
| Purchases and Sales | 27,590 | 41,820 |
| Returns | 1,310 | 1,450 |
| Rental Expenses | 4,950 |  |
| Advertisement | 1,780 |  |
|  | 141,140 | 141,140 |

**Additional information:**

1. Inventory on 31 May 2010 was valued at RM3,520.
2. Depreciation of motor vehicles was 10% per annum on cost.
3. Interest of 5% per annum was charged on partners’ drawings.
4. The rent for the month of May has not yet been paid.
5. Interest of 8% per annum was allowed on loan from partner.

**You are required to prepare:**

1. Income Statement for the year ended 31 May 2020.
2. Partners’ Current account in columnar form.
3. Statement of Financial Position as at 31 May 2020.