**Practice 6**

On 2 February Year 6 a fire destroyed some of the inventory of Tan. The value of the inventory saved was RM 200. The following information was available:

|  |  |  |
| --- | --- | --- |
|  | **1 January Year 6** | **2 February Year 6** |
|  | **RM** | **RM** |
| Inventory | 5,000 | ? |
| Accounts Receivable | 2,360 | 1,530 |
| Accounts Payable | 4,120 | 3,520 |

The information for the period 1 January to 2 February Year 6 was provided as follows:

|  |  |
| --- | --- |
|  | **RM** |
| Cash purchases | 1,500 |
| Cash payments to creditors | 12,000 |
| Discounts received from creditors | 230 |
| Cash received from debtors | 24,380 |
| Discounts allowed to debtors | 150 |
| Bad debts written off | 300 |

Goods are sold at cost plus 50%.

**You are required to prepare** a statement showing the calculation of inventory loss.