

ILLUSTRATION 5.

From the following Trial balance of Shri Rai Bahadur prepare Trading and Profit and Loss A/c for the year ending 31st December, 1993 and Balance Sheet as on that date. The Closing Stock on 31st December, 1993 was valued at Rs. 25,000.

Debit Balances	Rs.	Credit Balances	Rs.
Stock (1-1-1993) - T/Dr.	20,000	Sundry Creditors - L	15,000
Purchases - T/Dr.	75,000	Purchases Return - T/Dr.	3,000
Sales Return - T/Cr.	8,000	Sales - T/Cr.	2,50,000
Freight and Carriage - T/Dr.	7,500	Commission - Dr/Cr.	3,300
Wages - T/Dr.	36,500	Capital - L	1,70,000
Salaries - T/Dr.	12,000	Interest on Bank Deposit - Cr.	2,000
Repairs - T/Dr.	1,200	B/P ✓ - L	6,200
Trade Expenses - T/Dr.	4,000		
Rent and Taxes - T/Dr.	24,000		
Cash in Hand - A	5,700		
B/R - A	4,000		
Debtors - A	55,000		
Plant and Machinery - A	1,60,000		
Withdrawals (Drawings) - L	16,600		
Bank Deposit - A	20,000		
	<u>4,49,500</u>		<u>4,49,500</u>