BLOG WORK SHEET

SUBJECT : Principles of Accounts

CLASS : 11-T

TOPIC : INOCME STATEMENT, AND STATEMENT OF FINANCAL POSITION WITH ADJUSTMENTS.

Q J Wright, a sole trader, extracted the following trial balance from his books at the close

of business on 31 March 20X9:

*Dr Cr*

$ $

Purchases and sales 61,420 127,245

Stock 1 April 20X8 7,940

Capital 1 April 20X8 25,200

Bank overdraft 2,490

Cash 140

Discounts 2,480 62

Returns inwards 3,486

Returns outwards 1,356

Carriage outwards 3,210

Rent and insurance 8,870

Provision for doubtful debts 630

Fixtures and fittings 1,900

Van 5,600

Trade Receivables and Trade Payables 12,418 11,400

Drawings 21,400

Wages and salaries 39,200

General office expenses 319

168,383 168,383

*Notes*:

(*a*) Stock 31 March 20X9 $6,805.

(*b*) Wages and salaries accrued at 31 March 20X9 $3,500; Office expenses owing $16.

(*c*) Rent prepaid 31 March 20X9 $600.

(*d*) Increase the provision for doubtful debts by $110 to $740.

(*e*) Provide for depreciation as follows: Fixtures and fittings $190; Van $1,400.

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**Required:**

Prepare the Income statement for the year ended 31 March 20X9 together with a

Statement of financial position as at that date.