**The City School
North Nazimabad Boys Campus**

**Accounts Work Sheet**

**Class: 11-T**

**Teacher: Fazal Ur Rahman**

**Topic: Single entry**

**Week: Oct. 31-Nov-4, 2016**

QUESTION

Indra is a computer consultant, she does not keep a full set of double entry account but the following information is available for the year ended 31 March 2010.

 Summarized Cash Book

 $ $

Balance 1 April 2009 3500 Purchase of office equipment 5500

Receipt of consultancy fees 24000 Wages 23600

Sale of equipment 750 Drawings 20000

 Loan interest and repayments 2600

 General expenses 12900

 Rent 9000

 Balance at 1 March 2010 4650

 78250 78250

The sale of office equipment was at book value.

Additional information:

 1 April 2009 31 March 2010

 $ $

Plant and equipment 16000 17500

Trade receivables for consultancy fees 14200 11000

Non-current liability (6% loan) 10000 8000

General expenses prepaid 100 500

Rent accrued 400 600

Required:

1. Calculate the capital at 1 April 2009.
2. Calculate the consultancy fee (Revenue) for the year ended 31 March 2010
3. Prepare the income statement for the year ended 31 March 2010
4. Indira does not keep a full set of double entry accounts, state two advantages to Indrea of maintaining a full set of double entry accounts.