16

FINANCIAL STATEMENTS

Problem No. 1

Solution:

ADJUSTING JOURNAL ENTRIES

Date	Particular	L.F	Debit Rs.	Credit Rs.
(i)	Investment Interest on Investment Interest accrued on investment	t code	150	150
(ii)	Salary Expenses Salary Payable Salary Payable		500	500
(iii)	Commission Income Un-earned commission Commission received but not earned.		1000	1000

Gold auto commission INCOME STATEMENT As on 31st December 2006

The second of the second secon	Rs.	Rs.
Commission Income	istiniani I.	
Less un-earned commission	30000	
1-008	1000	
Net Commission Income	T Salany	29000
Less Operative Expenses	Called 1	
Advertising	1370	
Salaries expenses 1930	liaemu 1	
+ Salary Payable 500	2430	
Electric Expenses	425	the state of
Telephone charges	729	
Miscellaneous Expenses	215	
Insurance Expenses	2500	
Total Operative Expenses		7669
Operative Profit		21331
Add other Incomes		21001
Interest on Drawing	500	
Accrued Interest on investment	150	
Total Other Incomes	None Park	650
Net Income	Closeng	21981

GOLD Auto Commission BALANCE SHEET As on 31st December 2006

Assets	Rs.	Equities	Rs.
Current Assets Cash A/R Prepaid Insurance Non-current	20000 2630 3000	Liabilities Salary payable Unearned Comm. A/P Bank Loan	500 1000 1230 5000
Assets 15000 Investment 15000 Investment 150	15150	Owner's equity Capital 6385	9
Fixed Assets Office Equipment Building Furniture	3000 40000 4790	Less Drawing 500 5885 + Net Income 2198	9
Total Assets	88570	Total Liabilities	88570

Problem No. 2 Solution:

ADJUSTING JOURNAL ENTRIES

Date	Particular A Parti	Debit Rs.	Credit Rs.
(1)	Prepaid Insurance Insurance Expenses	300	300
	Insurance not yet expired	excalmined to	unicestru de si
(2)	Salary Expenses	900	900
THERE	Salary Payable Salary not yet paid	orumission to	tered bered
(3)	Commission Unearned Commission	300	300
	Commission not yet earned	200	NO MINE
(4)	Accrued Interest Interest Interest accrued	200	200
(5)	Depreciation Expenses (Building) Accumulated depreciation (building) Depreciation 10% (building)	5000	5000
(6)	Income and Expenses Summary Allowance for Bad Debts	300	300
	Provide allowance for bad debts at 2% on A/R	1500	
(7)	Merchandise inventory Income & Expenses Summary Closing Inventory	2500	1500

Usman Manufactures INCOME STATEMENT As on 31st December 2005

Sales Less sales return		Rs. 55000	Rs.
Net Sales		990	19 Marian
Less cost of merchandise sold			54010
i) Opening inventory ii) Purchases Less Purchases return	45000 880	3000	ni bisost.
Net Purchases		44120	
iii) <u>Direct Expenses</u> Freight		¥16.11	
Cost of merchandise available for sales		1700	MINO ISTOT
Less closing inventory		48820	
Cost of merchandise sold		1500	
Gross Profit on Sales			47320
Less Operative Expenses			6690
Onco			ELINATION .
i) Selling Expenses			
Advertisement	Art Control	1800	
Salaries	2100	1800	
+ Salaries Payable	900	3000	
Manufacturing expenses	500 美球 ^型 列 (a)	9900	
Depreciation Exp. (Building)		5000	MICHE !
Provision for Bad Debts		300	
ii) Administration & general Exp.			
Insurance	1900	necis s	ubiold.
Less prepaid	300	1600	(SISS)
Total Operative Expenses		messil bearing	21600
Operative Loss Add Other Incomes		district in	14910
nterest		THE PARTY NAMED IN	CHENC
Interest Accrued	1900		MIGEO I
Commission	200	2100	Dess. F
ess un-earned commission	2300		
Transit form	300	2000	SER.
Net Loss			4100
	2	Mana Man	10810

Usman Manufactures BALANCE SHEET As on 31st December 2005

A	AS UII 31	December 2005		
Assets			Rs.	Rs.
Current Assets				
Cash at Bank			19000	40463 E26.33
A/R Less Pro. For bad bets		15000	of the same and	Sist Osk
Less Pro. For bad bets		300		
0			14700	
Prepaid Insurance		ases return	300	
Accrued Interest Closing inventory		202	200	
			1500	toguia (iii)
Total Current Assets				35700
1.05885		aranto for sales.	a delbriedo	om 10 Bad S
Non Current Assets Investment			g inventory	ileo c.eze 1
NO CONTRACTOR OF THE PARTY OF T		se sold.	becklaser t	35000
Fixed Assets Furniture		25	Redit on St	e echo
Machinery			5000	Less Open
Building		50000	40000	
Less Fixed Assets		5000	450000	Dallies 4
Less Depreciation		3000	450000	00000
Total Assets			elite di	90000
EQUITIES			AND PARTY OF THE P	160700
Liabilities		Service of the servic	Eval (Bud)	ALC: NO SHOULD !
A/P		1395	diad bed s	Floridios
Mortgage Loan		43000	A teluter a	dampa di
Salary Payable		900		synanizati-
Un-earned Commission		300		annq zeigt
Total Liabilities:		300	AFFOR	
Owner's Equity			45595	sago,
Capital		126700	lecomes.	edtů bbá
Less Drawing		785		
		125915	deunob	
Less net Loss		10810		New These
TAXABLE DESCRIPTION OF THE PROPERTY OF THE PRO		10010	445405	10 SEC 3
TOTAL EQUITIES			115105	
TOTAL EQUITIES			ENV.	160700

Ahsan Traders Post Closing Trial Balance As on 1st January 2006

9000	Accounts Title	Debit Rs.	Credit Rs
Cash at Bank		13950	SERVICE OF THE
Accounts Receivable		15000	Cost
Closing Inventory		9000	Gros
Prepaid Insurance		175	Less Ope
Building		37000	faxeT
Furniture		1700	acrisiten i
Machinery		20805	Coss seed
Investment		5150	aregine of
Patents		1900	Mercual
Accounts Payable		1900	1050
Bank O/D		Hiptonyo	1950
Capital			13000
Provision for B/d			89430
Total:		404000	3000
Colutions		104680	104680

Solution:

ADJUSTING JOURNAL ENTRIES

Date	Particular	Debit Rs.	Credit Rs.
(1)	Merchandise Inventory (closing) Income & Expenses Summary Closing Inventory	9000	9000
(2)	Dep. Exp. (Machinery) Acc. Dep. (Machinery) Depreciation on Machinery By 5%	.1095	1095
(3)	Income & Expenses Summary Provision for bad debts Provision at 2% on A/R	300	300
(4)	Prepaid Insurance Insurance Expenses Insurance not yet expired	175	175
(5)	Investment Accrued interest on Investment	150	150

Ahsan Traders INCOME STATEMENT As on 31st December 2006

Sales Less Discount on sale	0012	Rs. 51000 750	Rs.
Net Sales Less cost of merchandise sold:			50250
Purchases	21950	*	

Less discount	mental Frinc	ipies of A	ccountin
Less discount on purchases + Direct Expenses	L 150 I	21800	De la company
Carriage	Alrean	21000	A Distant
Direct factory	750		
Cost of merchandise available for sales	1700	2450	
Less closing inventory	TALL PLANTS	24250	
Cost of merchandise sold.	1011 480100000	9000	
Gross profit on sales		Marie Committee	8 8 4500
Less Operative Expenses		Didsylecal	1520
laxes		and the wooding	35000
Insurance		1300	
Less prepaid	3500	.000	
Carriage on sales	175	3325	
Repair		1100	TIP THOUSALL
Bad debts		2100	
+ News Provision	175	plate et a	
	300	18 10	
Depreciation on machinery		475	
Total Operative Expenses		1095	
Operative Profit			9395
Add other Income			25605
nterest CHATTAN LAMBLITY	OMITEURO.		20005
nterest on investment	789	150	
		150	mts()
let Income	dol protector 1	THE STATE OF THE S	300
Ahsan Trac	Carl Carlo	TO TO THE PERSON	25905

Ahsan Traders BALANCE SHEET As on 31st December

Assets			December		
Current assets		Rs.	Equities		Rs.
Cash at Bank A/R	15000	13950	<u>Liabilities</u> A/P	A smooth	NS.
Less prov. For B/d Closing inventory Prepaid insurance	300	14700 9000	Bank O/D	Gingle 19	1950 13000
Fixed Assets Building Furniture Machinery Less Dep.	21900	37000 1700	Owner's Equity Capital Less Drawing	67425 1400	(8)
nvestment	1095 5000	20805	Less income tax	66025 2500	
Interest on investment	150	5150	Add Net Income	63525 25905	TO STATE OF THE PARTY OF THE PA
atents Total		1900		tot no truop	89430
		104380		A SHIP E	104380

CLOSING ENTRISES

Date	Particular Assets	Debit Rs.	Credit Rs.
2006		The same	200/4
31 st Dec.	Income & Expenses Summary	24250	
	Purchases pelica to slugger	asitoriadoria	21800
	Carriage in	nothevni po	750
	Direct Factory Expenses	oden noon te	1700
	Purchases & direct expenses closed	se no litory	
	Closing Inventory	9000	Loss Op
	Income & Expenses Summary	(10)	9000
	Closing inventory credited to Income & Expenses Summary	ng Expenses	Advertis
	Income & Expenses Summary	9395	· Meeter
	Taxes	zaemagx	1300
	Insurance		3325
	Carriage on sales		1100
	Repair	Ko Nille Late	2100
	Bad debts (75+300)	At an in the	475
	Dep. on Machinery		1095
	All indirect expenses closed.	P) letter 1 o	TENOMIST !
	Sales Revenue	50250	late t
	Income & Expenses Summary	emo	50250
	Sales revenue closed		
	Interest Income Cold Hearty Hearty Hearty Hearty	150	
	Interest on deposit	150	
	Income & Expenses Summary Other Income closed		300
	The first of the second of the	alogo	
	Income & Expenses Summary Capital	25905	Mariu D
	Net Income Transfer to Capital	god, see	25905
oblom N	Net income Transfer to Capital		

Problem No. 4

Farhan Departmental Store INCOME STATEMENT As on 31st December 2006

Particulars And Section 1	Debit Rs.	Credit Rs.
Net sales		9-0-0-10-10-10-10-10-10-10-10-10-10-10-10
Sales Revenue	25000	M. S. South
Less Discount as sales	500	
Net Sales	300	24500

Less cost of merchandise sold		9600	BURNES CONT.
Opening inventory	12000	9600	
+ Purchases	12000	11600	
Less discount on purchases	400	11000	
+ Direct Expenses	1100		2000
Wages	600	1700	1
Railway charges	000	22900	
Cost of merchandise available for sales		3500	
Less closing inventory		3300	19400
Cost of merchandise sold			5100
Gross profit on sales	DATE OF		5100
Less Operative Expenses		200	
Sales Salary		160	
Advertising Advertising		500	
Traveling Expenses		200	X
Rent Lange Vision III		120	
Interest Expenses		500	
Office Expenses	400	1801	
News Bad debts	310	TEST STORY	
+ News Provision for B/d	710	gas I	
0.000	600	110	
Less old provision for Bad debts	000	2100	
Depreciation Exp. (on plant)		850	
Interest on Capital (800 +50)	9000	98 29 BG	4740
Total Operative Expenses		appl I	360
Net Income			300

Farhan Departmental Store BALANCE SHEET As on 31st December 2006

Assets		Rs.	Equities	0.000	Rs.
Current assets			<u>Liabilities</u>	TION DISTRIBUTE ST	220
Cash in hand		250	A/c Payable		330
A/R	3500		Bills Payable	SHEDNIK SANGA	600
Less new B/d	400		Bank Loan		400
Less New	3100	- Conserve	Owner's Equity		
Provision for B/d	310	12.8 27 27	Capital	45000	
TOVIOLOTI IC. 2.		2790	+ Int. on Capital	850	
Dilla sa salvable	3003	600		45850	and the second
Bills receivable		3500	Less Drawing	500	
Closing		3300	Less Diaming		
Fixed Assets				45350	
Plant & Mach.	42000	~	Net Income	360	of espec
Less Dep.	2100	39900		2552 25 100	4571
Total		47040	Total		4704

Solution:

ADJUSTING JOURNAL ENTRIES

Date	Particular	Debit Rs.	Credit Rs.
(1.)	Merchandise Inventory Income and Expenses Summary	8000	8000
(2)	Bad Debts Expenses Allowance for Bad debts	300	300
(3)	Selling Supplies Expenses Selling Supplies	200	200
(4)	Insurance Expenses Unexpired Insurance	40	40
(5)	Depreciation Expenses Accumulated Depreciation	50	50

Income Statement
In the year ending 1st Dec. 2005

Date	Particur	Debit Rs.	Credit Rs.
	Sales	55000	an en Albai
	Less Sales Returns	1000	Hallo S
	Net Sales AMMENTAL BANGOOM		54000
	Less cost of Ends Sold	TO R	
	Opening Inventory	7000	
	Purchases Inventory 40000		
	Less Purchase Returns 1200	38800	Loss Con
	Freight	1700	dedenship
	Less Closing Stock	47500	
	Page 101 a	8000	nely leto F
	Gross Profit		39500
	Less Operating Exports	distribution ad p.	14500
	Sales Salaries	4500	
	Advertising Expenses	1800	Less Con
	Office Salaries Expenses	3500	2 08 082
	Rent Expenses	600	
	General Expenses	350	
	Bad debts	300	
	Suffier Expenses	200	
	Depreciation Expenses	50	
	Income Expenses	40	11340
	6 4000 A	January Dear Long	3160

Balance Sheet As on 31st December 2005

Assets 2 AM	KEN OMITEUROA	
Current Assets	Salutation 10	00
Cash		00
Accounts Receivables	1500 300 147	00
Less Bad debts	300	THE PLANT OF THE RESIDENCE
Closing Stock		00
Supplies		80 2448
Prepaid Income		2440
Fixed Assets	2000	
Furniture	2000	175
Less allowance for Depreciation	250	110
Liabilities & Owner's Reputy	Unarthred Insurance To	
Current Liabilities	Second Property	1200
Accounts Payables	Commission of Role (1998)	1200
Owner's reputy	114	70
Capital Karim & Co		70
Net Profit	3160	60
Less Drawngs	, 400 Zi	1423
Net Increase in Capital		2623
	And the second of the second o	2023

Problem No. 6

INCOME STATEMENT For the ended on December 31, 2005

THE PARTY OF THE P	Rs.	Rs.
Sales 000	Bix 11 Yald sed sometimen 1	160000
Less Cost of Merchandise Sold	For the property and property of the property	
Merchandise Inventory (1.1.2005)	40000	
Purchases	92000	
Total Merchandise available for sales	132000	
Less Ending Inventory	30000	
Cost of merchandise sold	smoos podsysp0 sag	102000
Gross Profit	congress suggests	58000
Less Operative Expenses		
Selling Expenses	Office Saledes Councies	
Sales Salaries Expenses	9600	
Sales Supplies Expenses	1000	
Depreciation or Equipment	5000	
Advertisement	4000	
General Expenses	400	
Insurance Expenses	seeinegx 3, 10 side light 400	
Office Salaries	4000	
Allowance for Bad Debts	3000	0700
Total Operative Expenses		2700
Net Income		3100

BALANCE SHEET As on 31st December 2005

Assets Current Assets		Rs.	Equities Current liabilities		Rs.
Cash at Bank A/c Receivable	40000	6400	A/C Payable		18000
Less All. For B/d	3000	37000			
Prepaid Insurance		400	Capital	Dastinea	
Merch. Inventory Sales Supplies		30000	Capital Add net income	31000	81000
Fixed Assets	9 90,000			294	BRIGHT !
Sales Equipment	30000 5000	25000			
Total	3000	99000	Total	ange to	99000

Problem No. 7 Solution:

ADJUSTING JOURNAL ENTRIES

Date	Particular	Debit Rs.	Credit Rs.
(2004 Dec. 31	Merchandise Inventory Income and Expenses Summary Being the value of unsold merchandise at the end of year.	45000	45000
	Taxes Expenses Wages Expenses Accrued Liabilities	250 200	450
	Being the amount of expenses payable at the end of year.	200 2 (11:3)	Constant Constant
	Prepaid Insurance Insurance Expenses Being the amount of Unexpired insurance.	150	150
	Bad Debt Expenses Accounts Receivable Being the amount of actual bad debts written off.	400	400
19624	Bad debts Expenses Allowance for bad debts Being the amount of estimated allowance for	2535	2535
	Depreciation Expenses Acc. Dep. (Building)	1,145	150
rensk - J	Acc. Dep. (Machinery) Acc. Dep. (Furniture) Being the amount of depreciation written off at various assets.	TMOON	750 245

INCOME STATEMENT For the year ended on 30.12.2004

For the year ended o		Rs.	Rs.
6400 FAUL Payonia	125000	ank - An	SE IS TESU I
Sales	2700	· by a	122300
Teluins		- ecrosion	and bisquire
Cost of merchandise sold	6	30000	Miles Supp
Mer inventory (opening)	75000		Filled Asset
Purchases	1300	and the	1 8 Siles (1000)
- Returns	17000	73700	Tall the same of
Net Purchases	B. L. C.	3700	
Wages table for gala		107400	America de la companya de la company
Cost of Mer. available for sale	ASIT OF LOW	45000	
- Merchandise inventory (closing)	CONTRACTOR OF THE PARTY OF THE		62400
Cost of merchandise sold			59900
GROSS PROFIT ON SALES	Hiventory.	e meneonii	176 200
Operative Expenses	blosmi in dut	eng the v	
Selling Expenses	3675	inst to orth	
General Trade Expenses	420	4035	
Advertisement Expenses	athurings.	Accroan	
General Expenses	5600	s on green	
Salaries	660	ustri bisqer	
Trade and Insurance	2900	nistable	
Taxes and Insurance	2535	ed Ideo bal	
Bad Debts Expenses	1145	12840	
Depreciation expenses		-Training on	1693
Total Operative Expenses	adata had roll or	navioliA	4296
Net Operative Income	rotant to trator	side The	
Other Expenses	spenera	300	
Discount (Dr.)	- (pulphud) q	215	51
Bank Interest	(APSOURDSHIP)	1 -33A	4245

BALANCE SHEET As on 31.12.2004

Assets	AME TE SE	Rs.	Equities		Rs.
Current Assets			Current liabilities		
Cash	Ball District	1030	Bank Overdraft		10000
A/c Receivable	45700		A/c Payable		30000
- Allows B/d	2285	44415	Accrued Liabilities	ALE PROPERTY AND A	450
Merchandise Inv.	TO LO VID	45000	Owner's Equity		
Prepaid Insurance		150	Capital	35000	
Fixed Assets	T distalt		+ Net Income	42450	
Furniture 90000	2450		ynother	77450	
- Acc. Dep.	245	2205	- Drawings	11000	
Mach. & Plant	10000			oft on Sales	1200
- Acc. Dep.	750	9250	290.0	and wenters	O saul
Buildings	6000	8		- agueraex	
- Acc. Dep.	250	5850		The same	
TOTAL		.106900	TOTAL -		106900

Problem No. 8

ADJUSTING JOURNAL ENTRIES

Date	Particular	Debit Rs.	Credit Rs.
(a)	Merchandise Inventory Income & Expenses Summary	23600	23600
(b)	Store Supplies Used Stores Supplies	280	280
(c)	Depreciation of Stores Furniture Allowance for depreciation	355	355
(d)	Advertising Accrued Advertising	65	65
(e)	Prepaid Tax Tax	100	100
(f)	Taxes Accrued Tax	215	215
(g)	Interest Expenses Accrued interest on notes payable	75	s 75
(h)	Accrued interest on notes receivable Interest Income	105	105
(i)	Bad Debts Allowance for Bad Debts	125	125

M/S Khan & Chaudhry INCOME STATEMENT

For the year ended December 31, 2005

The state of the s		Rs.	Rs.
Sales			60000
Cost of Merchandise Sold			the sales
Purchases	67000	2 7 1/40	
Less Purchases Return 1650	58	and the second	
Less Purchases Discount 2300	3950		
Less Merchandise inventory		60050	
December 31, 2005	G- 055 - 125	23600	39450
Gross Profit on Sales	10 10 10 10 10 10 10 10 10 10 10 10 10 1		25550
Less Operating Expenses			
Selling Expenses			
Sales Salaries	8000		
Stores Supplies used	320		
Dep. of stores Furniture	355		ev meskin
Advertising	(ARIH), (MIT), 65	8740	
General and Admn. Expenses	shippings co		35.00
Taxes	715		UNI
Bad Debts	125		
General Expenses	12600	13440	
Total Operating Expenses			2218
Net Operating Income			337
Add Interest Income	ticlisce two	San San BA	25
			362
Less Interest Expenses	in an a	distances a	57
NET INCOME		2027-10165	4245

M/S Khan & Chaudhry BALANCE SHEET

For the year ended December 31, 2005

ASSETS	Rs. Rs.
Current Assets	2 5 min 81 61 (2 10 10 10 1) (1 10 10 10 10 10 10 10 10 10 10 10 10 1
Cash	4650
Notes Receivable	1600

A/c Receivable	2500		ALL GOVE
Less Allowance for B/d	125		
BARS 1405 9995 IN	one bound space of	2375	
Accrued Interest on notes Receivable		105	
Merchandise Inventory		23600	Page 1
Prepaid Expenses	Art Dung settings	of the case	
Store supplies	280	AND DESCRIPTIONS	
Taxes	100	380	
Total Current Assets		言語といる言	32170
Fixed Assets			
Stores Furniture		3700	
Less allowance for depreciation	(165 B) (256B) (6	355	3345
Total Assets			36055
LIABILITIES AND CAPITAL		11510 120	
Current Liabilities	TO SERVICE SERVICE	o englished	Oll Treat
Notes Payable		6000	
Accounts Payable		12600	
[10] [10] [2] [4] [4] [4] [4] [4] [4] [4] [4] [4] [4	A restau	interretali	
Accrued Expenses			5.1
Advertising	65	-	
Taxes.	215	STATE OF THE PARTY	
Interest on Notes Payable	75	355	
Total Liabilities			18955
Capital	and the second of the second o	anapyretic is	O.C. Date
Khan's Capital	10000		
Add net Profit	1525	fisher so set	
	11525	enroon 3	W.
Less Drawings	2400	9125	
Chaudhry's Capital	7350		
Add Net Profit	1525	Distant 1	
	8875		
Less Drawings	900		
	400	7975	17100
Total		ense de da	. 36055
Total		100	Call Call Call

INCOME STATEMENT For the year ended on 31st December 2006.

2 3 2	Description Revenue form sale				nount	
Less	Sales return	1		To State of	57000	
	Cost of Merchandise sold			. 192	500	56000
Add	Welchandise inventory (1 1 00)				9227961.37	00000
Less	I dichases				150000	
Less	Purchases Returns			32000		
The same	Net Purchases			200		
	Direct expenses: Carriage		-	Stage	31800	
	Railway freight			700	270000	
St. 22.	Merchandina			1000		
Less	Merchandise available for sale Merchandise inventory			1000	1700	
	Cost of merchandise sold			and and	48500	
	Gross profit and				7000	
Less	Gross profit sales Operative expenses:			PARTIES	MA HOUR	41500
	Interest					15000
	Discount	Part Units		1200		
	Salary			350	BIOSYS	BOAT I
	Outstanding salary			1500	Idevell in	DECOR.
	Rates and taxes			300	*	
ess	Prepaid rates and taxes		800			
	Insurance	-	200	600		
	Stationary	1		500	· But the	Mp .
dd	Bad debts		150	1000	To Page	867
3081	New allowance for bad debts		105	Shings	slow or en	Store I
ess	Old allowers (255			
	Old allowance for B/d		200	55		
	Depreciation building Depreciation fixture		125	55		
	Total operative expenses		75	1200	istigst s'ag	epi-
1	Net income			1200	Micral on a	
d	Other income		-			6705
10	Commission	1				3295
10	Discount	3	100		against of ea	0.3
	let income	8	00	in the second	O average	400
				THE PARTY OF THE P	THE REAL PROPERTY.	100

BALANCE SHEET For on 31st December 2006.

		n 31 st December		(A) (A)	
	Current assets:	1,79.	Rs.	Rs.	Rs.
	Cash at bank				INS.
	Cash		5000		
NA T	Account receivable		2500		
ess	Reserve	2100			
		105	1995		

	Closing stock Prepaid rent	on 31st Dec	7000 200	16695	
Less	Fixed assets: Building Depreciation	45000 1125	43875	eA tompe	
Less	Fixtures Depreciation	3000	2925	Halls des	
	Furniture		1200	48000	64695
	Liabilities Current liabilities Account payable		4000	talaelloore	2651
	Bank overdraft Outstanding salary		6000 300	10300	Less
Add	Capital Net income	48000 9395	and the same of th	set blaget	
,,,,,	The state of the s	57395	Altho	20000 256	
Less	Drawing	3000		54395	64695

INCOME SUMMARY
For the year ended on 31st March, 2007,

Descri	ption		Amount	alcimienna.	Table 4
Less	Sales revenue Sales return		2100 100	2000	
	Cost of Merchandise sold Purchase	2500	1819	era isto.	
Less	Purchase return	500	many one	HE SHEET,	
	Merchandise available for sale		2000	全区10000A	
Less	Closing inventory Cost of merchandise sold		200	1800	
	Grossing income Operating expenses		yne!	ee brexint.	200
	Selling expenses:			. nso.l	
	Salaries		900	Intent hato T	
	Advertisement Allowance for uncollectible		1200	(Spits)	
	(100 + 50 – 100)		50	Loss mar a	
Pakes	Total selling expenses		2150	Total can	
	Administrative expenses: Depreciation (100 + 50)		150		2300
	Total operating expenses:				2100
	Other revenue:				
Add	Revenue from fees Accrued fee	1200	1300		
Aud	Commission	800	1300		
Less	Unearned commission	500	300		1600
	Net loss	No Facilities			500

BALANCE SHEET For on 31st December 2007.

	Description		Amount		
	Current Assets:			- original and	
	Cash in hand		4500	a and a	
	Cash at bank		, 3700	nayé xores	
eapa	Account receivable	2500		Special Line	
Less	Uncollectible	.50	entite	sel grand	
	Spank / / / /	2450	30.00	visa (visa)	
Less	Allowance for uncollectible	100	2350	an Bugana	
	Prepaid rent			1500	
	Closing inventory			200	
	Fees receivable			100	
	Total current assets				12350
	Furniture	2700	REAL PROPERTY.	OTHOUGH.	
Less	Accumulated depreciation	3 3 50	2650		
	Machinery 1005 Hassin 1818 H	4000	w edi 50		
Less-	Accumulated depreciation	600	3400		
	Land		5000	SULLIDI SOL	
	Total Assets:	100	Paul Stad	11050	2340
	Liabilities and capital:				2010
	Accounts payable		1000	2151	
	Notes payable		2000	Shirt gener	
	Unearned commission		500	asmula la	
	Unpaid salary		400	e magares	
	Loan		2000	anny Roll	
	Total liabilities			5900	8/4
	Capital		18000	of each will	
	Loss net loss		500	17500	
	Total capital & liabilities				2340

BY THE SAME AUTHOR

- FUNDAMENTAL PRINCIPLES OF ACCOUNTING I.COM-I
- KEY TO FUNDAMENTAL PRINCIPLES OF ACCOUNTING I.COM-I
- ☑ FUNDAMENTAL PRINCIPLES OF ACCOUNTING I.COM-II.
- KEY TO FUNDAMENTAL PRINCIPLES OF ACCOUNTING LCOM-II
- ☑ FUNDAMENTAL OF ACCOUNTING FOR B.COM -I
- KEY TO FUNDAMENTAL OF ACCOUNTING FOR B.COM -I
- OBJECTIVE ACCOUNTING I.COM.-I
- OBJECTIVE ACCOUNTING I.COM.-II
- SHORT ANSWER AND QUESTIONS ACCOUNTING B.COM.-1

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