

1. From the following Trial Balance, prepare Trading and Profit & Loss Account for the year ended 31st March, 2023 and Balance Sheet as at that date:

Heads of Accounts	L.F.	Dr. Balance (₹)	Cr. Balance (₹)
Sundry Debtors .....		15,000	...
Stock on 1st April, 2022 .....		50,000	...
Land and Building .....		1,00,000	...
Capital .....		...	2,50,000
Rent .....		...	6,000
Cash in Hand .....		16,000	...
Cash at Bank .....		40,000	...
Wages .....		30,000	...
Sundry Creditors .....		...	75,000
Interest .....		2,000	...
Bad Debts .....		5,000	...
Repairs .....		3,000	...
Sales .....		...	1,70,000
Furniture and Fixtures .....		15,000	...
Depreciation .....		10,000	...
Discount .....		8,000	...
Salaries .....		20,000	...
Drawings .....		20,000	...
Purchases .....		1,00,000	...
Office Expenses .....		25,000	...
Plant and Machinery .....		37,000	...
Input CGST A/c .....		15,000	...
Input SGST A/c .....		15,000	...
Output CGST A/c .....		...	10,000
Output SGST A/c .....		...	10,000
Output IGST A/c .....		...	5,000
<b>Total</b>		<b>5,26,000</b>	<b>5,26,000</b>

On 31st March, 2023, the stock was valued at ₹ 1,00,000.

[Gross Profit—₹ 90,000; Net Profit—₹ 23,000; Balance Sheet Total—₹ 3,28,000.]

[**Hint:** Balance of Input SGST of ₹ 5,000 will be shown in the assets side of Balance Sheet.]

2. From the following balances taken from the books of Hari & Co., prepare Trading and Profit & Loss Account for the year ended 31st March, 2023 and Balance Sheet as at that date:

	₹		₹
Capital	3,50,000	Salaries	11,100
Building	1,37,500	Discount Allowed	3,000
Machinery	92,500	Interest on Investments	1,000
Debtors	35,000	Stock (1st April, 2022)	1,65,000
Investments	35,000	Sales	6,35,000
General Expenses	8,000	Purchases	4,68,500
Rent Paid	37,100	Wages	25,000
Proprietor's Drawings	6,500	Cash in Hand	18,000
Electricity Charges	1,900	Sundry Creditors	1,00,000
Carriage Inwards	8,500	Returns Inward	4,500
Cash at Bank	30,000		
Returns Outward	1,100		

Closing Stock was valued at ₹ 1,82,100.

[Gross Profit—₹ 1,46,700; Net Profit—₹ 86,600; Balance Sheet Total—₹ 5,30,100.]

[**Hint:** Investment is an asset. Thus, interest on Investments is an income.]