Following Trial Balance has been extracted from the books of Prasad on 31st March, 2019 :

Particulars	*Dr.* (₹)	*Particulars*	*Cr.* (₹)
Machinery	4,00,000	Capital	9,00,000
Cash at Bank	1,00,000	Sales	16,20,000
Cash in Hand	50,000	Purchase Returns	10,000
Sales Returns	20,000	Sundry Creditors	4,50,000
Wages	1,00,000	Interest	30,000
Purchases	8,00,000		
Power	10,000		
Lighting	5,000		
Stock on 01st April, 2018	6,00,000		
Sundry Debtors	4,40,000		
Bills Receivable	2,90,000		
Rent	45,000		
Commission	20,000		
General Expenses	80,000		
Salaries	50,000		
	30,10,000		30,10,000

Additional Information :

(*i*) Outstanding salaries were ₹45,000

(*ii*) Depreciate Machinery at 10%

(*iii*) Wages outstanding were ₹5,000

(*iv*) Rent unexpired ₹10,000

(*v*) Stock on 31st March, 2019 ₹8,00,000

Prepare Trading and Profit & Loss Account for the year ended 31st March, 2019 and Balance Sheet as at that date after taking into account the above adjustment.

ILLUSTRATION 2.

From the following Trial Balance of Sh. Vikramaditya prepare Trading and Profit & Loss Account for the year ended 31st March, 2025 and Balance Sheet as at that date:

	Dr. (₹)	Cr. (₹)
Purchases and Sales	4,00,000	6,50,000
Returns Inwards	15,000	
Returns Outwards		9,000
Carriage	12,400	
Wages and Salaries	52,600	
Trade Expenses	2,200	
Rent		13,000
Insurance	2,000	
Audit Fees	1,200	
Debtors and Creditors	1,10,000	62,100
B/R and B/P	3,300	2,200
Printing and Advertising	1,500	
Commission		8,000
Opening Stock	36,000	
Lighting (Factory)	6,000	
Lighting (Office)	4,000	
Cash in hand	19,800	
Cash at Bank	26,800	
Bank Loan		20,000
Interest on Loan	1,500	
Capital		3,75,000
Drawings	15,000	
Fixed Assets	4,30,000	
	11,39,300	11,39,300

Adjustments :—

1. Stock at the end ₹80,000. (Realisable Value ₹1,00,000)
2. Depreciate Fixed Assets by 10%.
3. Commission earned but not received amounts to ₹4,000.
4. Rent received in advance ₹1,000.
5. Allow 8% interest on Capital and charge ₹900 as interest on Drawings.