

Extended trial balance for The Company as at 31 May 2001

Account	Ledger balances		Adjustments		Profit and loss account		Balance sheet	
	DR £	CR £	DR £	CR £	DR £	CR £	DR £	CR £
Capital		164,260						
Sales		757,210						
Sales returns	2,850							
Purchases	439,400							
Purchase returns		5,090						
Stock at 1/6/2000	112,410							
Rent	71,500							
Wages	185,400							
Insurance	6,900							
Motor expenses	10,790							
Motor vehicles (MV)	101,850							
Prov. for depre. MV		38,150						
Fixtures and Fittings (FF)	31,300							
Prov. for depre. FF		6,330						
Drawings	31,000							
Bad debts	2,500							
Provision for doubtful debts		6,050						
SLCA (debtors)	78,780							
PLCA (creditors)		38,220						
Bank	5,680							
VAT		8,800						
Bank loan		60,000						
Bank interest	3,750							
Depreciation								
Closing stock (P&L)				98,400				
Closing stock (BS)			98,400					
Prov. For doubtful debts adj								
Prepayments								
Accruals								
Net profit/loss								
	1,084,110	1,084,110	98,400	98,400	0	0	0	0

Year end adjustments required:

a) Depreciation needs to be provided as follows:

Motor vehicles 15% per annum reducing balance
Fixtures and fittings 20% straight line

b) The accountant has decided that the provision for doubtful debts should be adjusted to 5% of debtors

c) An accrual needs to be provided for rent for £6,500
£1,150 insurance has been pre paid.

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	DR £	CR £	DR £	CR £	DR £	CR £	DR £	CR £
Capital		164,260						164,260
Sales		757,210				757,210		
Sales returns	2,850				2,850			
Purchases	439,400				439,400			
Purchase returns		5,090				5,090		
Stock at 1/6/2000	112,410				112,410			
Rent	71,500		6,500		78,000			
Wages	185,400				185,400			
Insurance	6,900			1,150	5,750			
Motor expenses	10,790				10,790			
Motor vehicles (MV)	101,850						101,850	
Prov. for depre. MV		38,150		9,555				47,705
Fixtures and Fittings (FF)	31,300						31,300	
Prov. for depre. FF		6,330		6,260				12,590
Drawings	31,000						31,000	
Bad debts	2,500				2,500			
Provision for doubtful debts		6,050	2,111					3,939
SLCA (debtors)	78,780						78,780	
PLCA (creditors)		38,220						38,220
Bank	5,680						5,680	
VAT		8,800						8,800
Bank loan		60,000						60,000
Bank interest	3,750				3,750			
Depreciation			15,815		15,815			
Closing stock (P&L)				98,400		98,400		
Closing stock (BS)			98,400				98,400	
Prov. For doubtful debts adj				2,111		2,111		
Prepayments			1,150				1,150	
Accruals				6,500				6,500
Net profit/loss					6,146			6,146
	1,084,110	1,084,110	123,976	123,976	862,811	862,811	348,160	348,160

Workings must always be shown in full:

- a) MV 101850 - 38150 x 15%=9555 charge for year
FF 31300 x 20% = 6260
- b) Provision 78,780 x 5% = 3939