

Dr	£	Cr	£
Bank A/c:			
Bal. b/f		1,500 Suppliers	3,400
* Debtors	11,710	Rent/Rates	3,000
		Light & Heat	805
		Motor Exps.	1,150
		Fittings	750
		Wages	2,000
		Bank Chgs	105
		Bal. C/f	2,000
	13,210		13,210

Debtors A/c:			
Bal. b/f	9,100	Bank	11,710
* Sales	23,510	Drawings	11,000
		Bal. c/f	9,900
	32,610		32,610

Creditors A/c:			
Bank	3,400	Bal. b/f	5,215
Bal. c/f	6,205	* Purchases	4,390
	9,605		9,605

Depreciation :			
Vehicle 9,000 * 10 %	900		
Fittings 750 * 10 %	75		

Dr Depreciation Expense £ 975
 Cr Provision for Depreciation £ 975

Drawings:
 Dr Drawings £ 100
 Cr Purchases £ 100

Dr	£	Cr	£
Rent A/c:			
Prepay Reversal	100	Prepayment c/f	200
Bank	3,000	* Charge for Year	2,900
	3,100		3,100
Wages A/c:			
Bank	2,000	Accrual Reversal	350
Accrual c/f	440	* Charge for Year	2,090
	2,440		2,440
Heating A/c:			
Bank	805	Accrual Reversal	135
Accrual c/f	145	* Charge for Year	815
	950		950

Profit & Loss Account
For The Year Ending 31 March 2005

	£	£	
Sales			23,510
<u>Cost of Sales</u>			
Op. Stock		4,400	
Purchases (4390 - 100)		4,290	
Cl. Stock		<u>-5,300</u>	<u>3,390</u>
Gross Profit			20,120
Rent		2,900	
Wages		2,090	
Light & Heat		815	
Motor Expenses		1,150	
Bank Charges		105	
Depreciation		<u>975</u>	<u>8,035</u>
Net Profit			12,085

Balance Sheet as at 31 March 2005

Vehicle (9000 - 1800)		7,200	
Fittings (750 - 75)		<u>675</u>	
			7,875
Stock		5,300	
Debtors		9,900	
Prepayment		200	
Bank		<u>2,000</u>	
		17,400	
Creditors		6,205	
Accruals (440 + 145)		<u>585</u>	
		<u>6,790</u>	
			<u>10,610</u>
			18,485
Capital A/c b/f			17,500
Profit for Year			12,085
Less: Drawings (11000 + 100)			<u>-11,100</u>
			18,485