

PROBLEMS CLOSING AND WORKSHEET (1-2)

Problem # 20.1: Following data extracted from the books of Mahnoor Malik.

Mahnoor Malik

Corrected Trial Balance

31-Dec-16

Description	Debit	Description	Credit
Purchases	720	Sales	5,000
Carriage inward	930	Owner Equity	9,500
Wages	1,560	Note Payable	700
Salaries	1,220	Sundry Creditor	240
General Expenses	300	Salaries Payable	740
Cash at Bank	1,600		
Petty Cash	30		
Premises	6,500		
Furniture	1,500		
Stock	550		
Drawing	70		
Account Receivable	1,200		
Total	Rs. 16,180	Total	Rs. 16,180

Adjustments

- a) Stock at 31st, December was valued at Rs. 320
- b) General Expenses of Rs. 300 paid for two years, first year had expired
- c) A Debt of Rs. 100 is to be written off as bad by direct method
- d) Unpaid Salaries during the 2008 was Rs. 140

Requirements

1. Pass Adjusted Entries
2. Pass Closing Entries
3. Prepare Work Sheet

General Journal

Date	Account Title and Explanations	Ref	Amount (Rs.)	
			Debit	Credit
2016				
Dec 31				
31				
31				
31				
(i)				
(ii)				
(iii)				
(iv)				
Total			Rs. 12,630	Rs. 12,630

Mahnoor Malik
Work Sheet

For the Period ended December 31st, 2016

1	2	3	4	5	6	7	8	9	10	11	12	13	14
A #	Chart of Accounts	Trial Balance		Adjustments		Adj. Trial Balance		Income Statement		Statement of O.E		Balance Sheet	
		Dr	Cr	Dr	Cr	Dr	Cr	Expenses	Revenues	Dr	Cr	Assets	Equities
1	Purchases												
2	Carriage inward												
3	Wages												
4	Salaries												
5	General Expenses												
6	Cash at Bank												
7	Petty Cash												
8	Premises												
9	Furniture												
10	Stock												
11	Drawing												
12	Account Receivable												
13	Prepaid General Exp.												
14	Bad Debts												
15	Sales												
16	Owner Equity												
17	Note Payable												
18	Sundry Creditor												
19	Salaries Payable												
20	<i>Net Profit c/f to O.E</i>												
21	<i>Bal c/f to B/S</i>												
Total		16,180	16,180	710	710	16,320	16,320	5,000	5,000	10,000	10,000	11,750	11,750

Problem # 20.2: Following data extracted from the books of Abdul Fattakh Ltd.

Abdul Fattakh Ltd.

Corrected Trial Balance

31-Dec-15

Description	Debit	Description	Credit
Sundry Debtors	145,000	Sundry Creditors	63,000
Drawings	52,450	Opening Capital	710,000
Insurance Exp.	6,000	Sales	982,000
General Expenses	30,000	Commission	3,200
Salaries	150,000		
Patents	75,000		
Machinery	200,000		
Leasehold Land	100,000		
Building	300,000		
Opening Inventory	58,600		
Carriage on Purchases	20,400		
Carriage on Sales	32,000		
Fuel and Power	47,300		
Wages	104,800		
Cash at Bank	29,500		
Cash in Hand	5,400		
Net Purchases	401,750		
Total	Rs. 1,758,200	Total	Rs. 1,758,200

Adjustments

- a) Inventory on 31st, December 2015 was valued at Rs. 68,000.
- b) Depreciation Machinery by 10 % and Amortization of Patents by 20 %.
- c) Unexpired Insurance at the end financial year was Rs. 2,000.
- d) Advance Wages paid to of Rs. 7,000.

Requirements

1. Pass Adjusted Entries
2. Pass Closing Entries
3. Prepare Work Sheet

