

**KS ACADEMY
CA FOUNDATION
ACCOUNTANCY - FINAL ACCOUNTS TEST – 1**

DATE : 08-09-2021

**TIME : 1 Hr
Marks : 20**

1. (a) The following are the balances as at 31st March, 2021 extracted from the books of Mr Vijay.

(15 marks)

Particulars	Rs.	Particulars	Rs.
Plant and Machinery	39,100	Bad debts recovered	900
Furniture and Fittings	20,500	Salaries	45,100
Bank Overdraft	1,60,000	Salaries payable	4,900
Capital Account	1,30,000	Prepaid rent	600
Drawings	16,000	Rent	8,600
Purchases	3,20,000	Carriage inward	2,250
Opening Stock	64,500	Carriage outward	2,700
Wages	24,330	Sales	4,30,600
Provision for doubtful debts	6,400	Advertisement Expenses	6,700
Provision for Discount on debtors	2,750	Printing and Stationery	2,500
Sundry Debtors	2,40,000	Cash in hand	2,900
Sundry Creditors	95,000	Cash at bank	6,250
Bad debts	2,200	Office Expenses	20,320
		Interest paid on loan	6,000

Additional Information:

- Purchases include sales return of Rs. 5,150 and sales include purchases return of Rs. 3,450.
- Free samples distributed for publicity costing Rs. 1,650.
- Goods withdrawn by Mr. Vijay for own consumption Rs. 7,000 included in purchases.
- Wages paid in the month of April for installation of plant and machinery amounting to Rs. 900 were included in wages account.
- Create a provision for doubtful debts @ 5% and provision for discount on debtors @ 2.5%.
- Depreciation is to be provided on plant and machinery @ 15% p.a. and on furniture and fittings @ 10% p.a.
- Closing stock as on 31st March, 2021 is Rs. 2,50,000.

Prepare a Trading and Profit and Loss Account for the year ended 31st March, 2021, and a Balance Sheet as on that date.

(20 Marks)