A Complete Accounting Cycle

Books of Original Entries

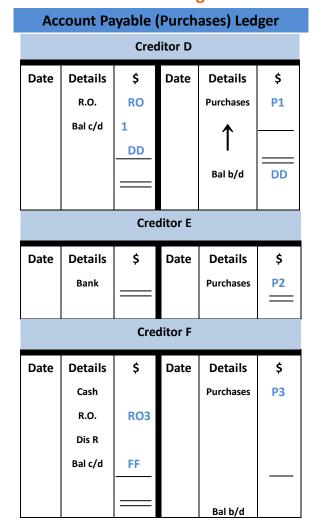
| Account Receivable Journal | | Returns Inwards Journal | | | |
|----------------------------|--------------------|-------------------------|------|-----------------|-----|
| Date | Trade Debtors | Amt | Date | Debtors | Amt |
| | | S1 | | | RI1 |
| | | S2 | | | RI3 |
| | Total Credit Sales | S3 | | Total R Inwards | RI |
| | Transfer to GL | AR | | Transfer to GL | |
| | | | | | l |

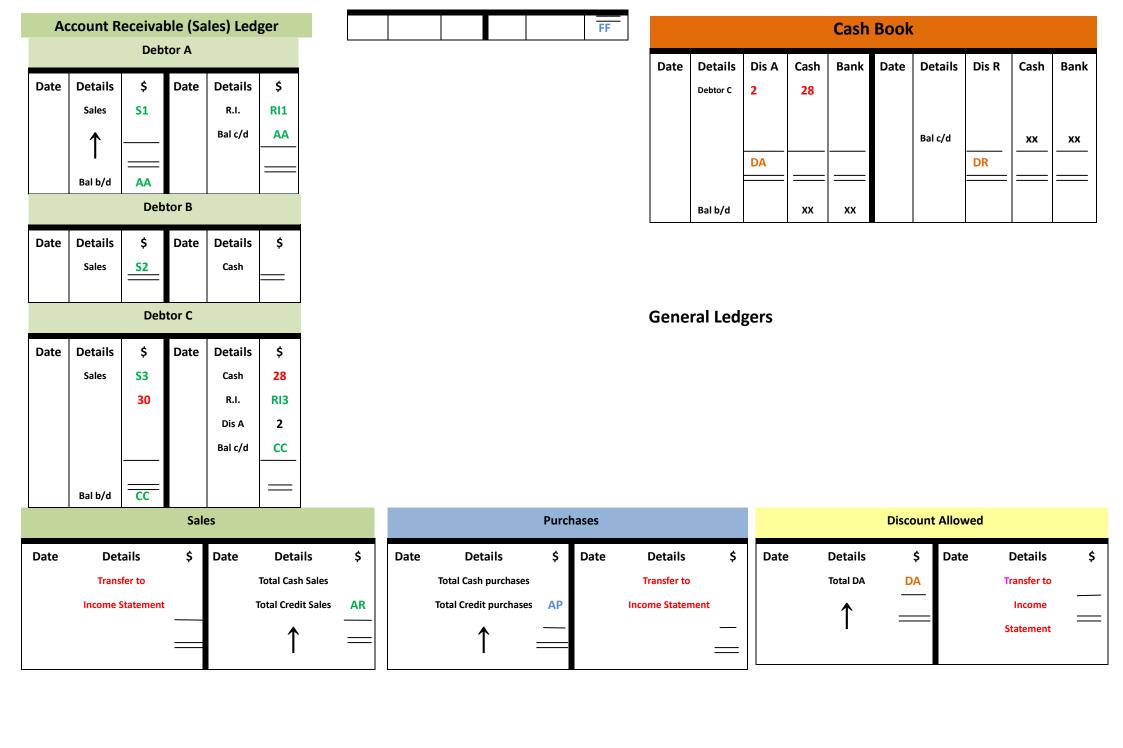
| Account Payable Journal | | | |
|-------------------------|--------------------|-----|--|
| Date | Trade Creditors | Amt | |
| | | P1 | |
| | | P2 | |
| | Total Credit Sales | Р3 | |
| | Transfer to GL | AP | |
| | | | |

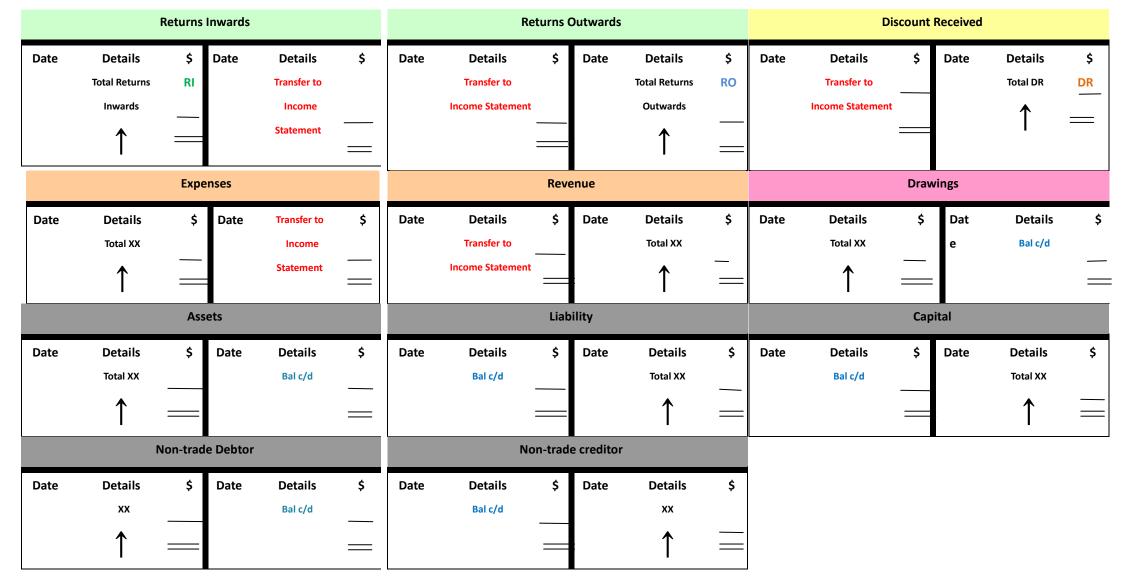
| Returns Outwards Journal | | | |
|--------------------------|------------------|-----|--|
| Date | Creditors | Amt | |
| | | RO1 | |
| | | RO3 | |
| | Total R Outwards | RO | |
| | Transfer to GL | | |

| General Journal | | | | |
|-----------------|---|----|----|--|
| Date | Details | Dr | Cr | |
| | i) corrections of errors/Transfer | | | |
| | ii) Opening / closing entries | | | |
| | iii)Drawings, Acquisitions or disposal of | | | |
| | Fixed assets, Returns of assets | | == | |

Ledgers Accounts







Trial Balance as at 31 December 20X1 Dr Cr \$ Cash Bank Assets Inventory (Opening) **Account Receivable:** Debtors (AA+CC) Account Payable: Creditors (DD+FF) Purchase Sales Expense Revenue (Interest/commission/rent received) **Returns Outwards Returns Inwards Carriage Inwards Carriage Outwards** Drawings Capital Non-trade Debtor Non-trade Creditor TT TT

| 31 December 20X1 | | | |
|-------------------------------------|-----|-----|-----|
| | \$ | \$ | \$ |
| Sales | | | |
| < <u>Less</u> > Returns Inwards | | | () |
| <less> Cost of goods sold</less> | | | |
| Opening Inventory | | OI | |
| Add Purchases | P | | |
| Carriage Inwards | | _ | |
| <less> Returns Outwards</less> | () | _ | |
| < <u>Less></u> Closing Inventory | | () | () |
| Gross Profit | | | |
| Add Other revenues: | | | |
| Discount/interest received | | | |
| Rent/bonus received | | | |
| <less> Expenses</less> | | | |
| Carriage Outwards | | | |
| Rent and rates | | | |
| Salaries | | | |
| Discounts allowed | | | |
| Sundry expenses | | | () |
| Net Profit / Loss | | | |
| | | | |

Income Statement for the year ended

Statement of Financial Position as at 31 December 20X1

| | \$ \$ |
|-------------------------------------|----------|
| Non-Current assets | |
| Shop premises | |
| Fixtures and fittings | |
| Motor Vehicles | |
| | |
| Current assets | |
| Inventory (Closing) | |
| Account Receivable | |
| Trade Receivables | |
| Bank | |
| Cash | |
| Total Assets | |
| | |
| Capital | |
| Balance as at 1 January 20X1 | |
| Add Net Profit for the year | |
| <less> Net Loss for the year</less> | |
| < <u>Less</u> > Drawings | () |
| | |
| | |
| Non-current Liabilities | |
| Loan from XX | |
| Current Liabilities | |
| Account payable | |
| Non-trade Creditor | |
| Total Capital and Liabilities | |

