

Trial Balance (after adjustments) of Hitesh Traders as on 31st March, 2024

Debit Balances	₹	Credit Balances	₹
Purchases	16,000	Sales	18,500
Cash	51,350	Discount Received	300
Bank	27,475	Capital	1,00,000
Discount Allowed	425	9.6% Kotak Bank Loan	25,000
Vivek	1,250	ABC Mart	5,000
Furniture	10,000	Trupti Traders	5,000
Bad Debts	900		
Carriage Inward	200		
Stationery Expense	1,000		
Interest on Loan	200		
Rent	10,000		
Prepaid Rent	20,000		
Stock	15,000		
	1,53,800		1,53,800

Since the totals of both the debit balances and credit balances are the same, it means that the accounting records of Hitesh Traders are accurate *as far as the equality of debits & credits is concerned* and, we can now move towards the P&L calculation for the year.

P&L of Hitesh Traders for the year ended 31st March, 2024

Expenses & Losses	₹	Incomes & Gains	₹
Purchases	16,000	Sales	18,500
Discount Allowed	425	Discount Received	300
Bad Debts	900		
Carriage Inward	200		
Stationery Expense	1,000		
Interest on Loan	200		
Rent	10,000		
	28,725		18,800

Profit / (Loss) = Total Incomes - Total Expenses = 28,725 - 18,800 = **(₹ 9,925)**

Thus, Hitesh Traders have made a loss of ₹9,925.