

## How to ascertain of Profit or Loss under Single Entry method

### Statement of Affairs of A, B, and C

As on 31<sup>st</sup> March 2015

Liabilities	Rs.	Asset	Rs.
Sundry Creditor	4540	Cash	3200
Capital A= 4500+1500) 6000	10500	Sundry Debtors	4025
B 3000		Stock	5900
C1500		Advance Payment	25
		Machinery 1440 Less Dep 144	1296
		Fixture 600 Less Dep 45	555
		Combined Current A/c ( Balancing Figure)	39
	15040		15040

### Statement of Profit or Loss

Balance of Statement of affairs ( Combined current A/c )	= 39
Add Drawings A- 1400 + B 1000 + C 650)	+ <u>3050</u>
	<b>3011</b>
Less Combined Current A/c ( A=145+B 100 – C170 )	<u>-75</u>
	<b>2936</b>
Less Interest on Capital 5%	
<b>A 225+38 = 263 + B 150 + C 75</b>	<b><u>-488</u></b>
<b>Profit</b>	<b>2448</b>

**Sharing Profit** A =  $2448 \times \frac{3}{6} = 1224$

B =  $2448 \times \frac{2}{6} = 816$

C =  $2448 \times \frac{1}{6} = 408$

## Current A/c

	A	B	C		A	B	C
To Bal b/d	--	--	170	By Bal b/d	145	100	--
To Drawings	1400	1000	650	By Interest on Capital	263	150	75
				By Profit	1224	816	408
To Bal c/d	232	66	--	By Bal c/d	--	--	337
	1632	1066	820		1632	1066	820

## Balance Sheet of A. B. and C

As on 31<sup>st</sup> March 2015

Liabilities	Rs.	Asset	Rs.
Sundry Creditor	4540	Cash	3200
Capital A= 4500+1500) 6000	10500	Sundry Debtors	4025
B 3000		Stock	5900
C1500		Advance Payment	25
Current A/c A- 232 B - 66	298	Machinery 1440 Less Dep 144	1296
		Fixture 600 Less Dep 45	555
		C's Current A/c	337
	15328		15328