

TEST 8: INCOME STATEMENT

A) Identify the items below, Click the correct box to state either it is 'Expense' or 'Income'

	Expense	Income
Carriage outwards		
Insurance		
Advertising		
Office Wages		
Rent Paid		
Commission Received		
Discount Received		
Rent received		
Stationery		
Repairs		
Commission Paid		
Discount allowed		
Motor Expenses		
Salaries Received		

Name: _____
 Class: _____

Date: _____

YEAR 9: ACCOUNTING

SEKOLAH MENENGAH SAYYIDINA ABU BAKAR

B) The following balances, prepare the Income Statement (Trading and Profit and Loss Account) for the year ended 31 March 2021. **Fill in the boxes provided with the correct amount.**

	\$		\$
Inventories, 1 April 2020	3,100	Carriage Inwards	845
Inventories, 31 March 2021	4,600	Carriage outwards	650
Purchases	9,700	Insurance	8,770
Revenue	37,000	Advertising	595
Return Inwards	3,400	Office Wages	8,000
Return Outwards	3,750	Rent Paid	3,000
Rent Received	2,500	Stationery	500
Commission Received	3,500	Motor Expenses	1,000
Custom Duty	200	Commission Paid	1,200
Equipment	5,000	Repairs	250

Income Statement (Trading account) for the year ended 31 December 2021

	\$	\$	\$
Revenue			
<i>Less: Return Inwards</i>			
LESS: COST OF SALES			
Opening Inventory (1 April 2020)			
Purchases			
<i>Less: Return Outwards</i>			
Add: PURCHASING EXPENSES:			
Carriage inwards			
Customs Duty			
<i>Less Closing Inventory (31 March 2021)</i>			
GROSS PROFIT			
Add: OTHER INCOMES			
Rent Received			
Commission received			
Less: OPERATING EXPENSES			
Carriage Outwards			
Insurance			
Advertising			
Office Wages			
Rent paid			
Stationery			
Motor expenses			
Commission paid			
Repairs			
PROFIT FOR THE YEAR			