



Subject-Accounting

Grade-12

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Competency 9.0 – Financial Statements are prepared even where an organization has incomplete records.

Competency Level 9.1 – Explains ‘Incomplete records’ and presents the reasons for it.

- State three items that can be found in the Cash account through the conversion of incomplete records to double entries.
- At the beginning of the accounting period the value of property, plant and equipment was Rs. 380,000. The value at the end of the year was Rs.350,000. Stating as what the difference is considered if any assets have not been purchased or sold during the period.

<b>Annexture 9.1.1</b>		
<b>Information on Isuru enterprise</b>		
• Assets and Liabilities are given below:		
Item	2016/4/1	2017/3/31
Machinery & equipment	120000	180000
Furniture & fittings	80000	60000
Stock of goods	30000	40000
Debtors	45000	53000
Cash	15000	-
Accumulated operating expenses	3000	4000
Creditors	27000	18000
<b>Additional information</b>		
• During the year machinery valued at Rs.80,000 was obtained while furniture and fittings valued at Rs.10,000 was sold for Rs.12,000.		
• Operating expenses paid by cash is Rs.17,000.		
• During the year a bank loan of Rs.50,000 was obtained and settled with the payment of Rs.55,000		
• The owner has made drawings of Rs.6,000 while investing Rs.15,000 as capital.		
• During the accounting period Rs. 240,000 was received from debtors while discount allowed was Rs.4,000. When payment was made to creditors the discount received was Rs.5,000.		
• During the period sales of goods was done with a profit margin of 33% on cost.		

