**SHYAM LIMITED MONTH END ADJUSTMENTS ADJUSTED TRIAL BALANCE**

**The following information are the balances extracted from the books of Shyam Ltd. for the month ended 31 December 2023**

|  |  |  |
| --- | --- | --- |
| **NAME OF ACCOUNTS** | **Dr. Balance****£** | **Cr. Balance****£** |
|  |  |  |
| Opening stock | 8,000 |  |
| Buildings | 15,000 |  |
| Debtors | 4,000 |  |
| Purchases | 22,000 |  |
| Salaries | 1,200 |  |
| Sales |  | 36,000 |
| Discounts | 800 |  |
| Sales returns | 1,000 |  |
| Furniture | 3,000 |  |
| Office expense | 300 |  |
| Wages | 600 |  |
| Purchase returns |  | 600 |
| Interest |  | 500 |
| Travelling expenses | 400 |  |
| Insurance | 600 |  |
| Machinery | 8,000 |  |
| Carriage on purchases | 800 |  |
| Commission | 600 |  |
| Cash in hand | 1,400 |  |
| Rent and rates | 2,400 |  |
| Capital |  | 25,000 |
| Creditors |  | 8,000 |
|  | 70,100 | 70,100 |

**Following adjustments need to be made:**

1. Closing stock was valued at **£** 9,000
2. Office expenses: **£** 2,000 and wages: 300 are outstanding
3. Depreciate building by 2%, machinery by 10% and furniture by 20%
4. Prepaid Insurance: **£** 100

**Required:**

1. **Calculate the Cost of Goods Sold**
2. **Prepare Adjustment Journals for the month of December 2023**
3. **Prepare Adjusted Trial Balance as on 31 December 2023**