Understanding About provision:-

Following items are normally missing & can be calculated in following ways.

1. Sales

- **Prepare Debtor A/c** → Find out credit Sales + cash Sales = Total Sales (Opening, closing balance & collection shall be Given in problem).
- **Find out C.O.G.S.**

Opening Bal.	xx
(+) Purchase	xx
(-)Closing bal	xx
COGS	xx
(+) Gross Profit	xx
Sales	xx

- **Refer instruction Given in problem**
  1. May be last years sale is given & Increase in current year is given Or
  2. Ratio / Turnover Pattern is given.
- **Prepare Cash A/c to find out cash Sales.**

2. Purchases

- **Prepare creditors A/c** → To find out credit Purchases

Credit purchase	xx
(+) Cash purchase	xx
Total Purchase	xx

→ Opening closing bal & payment to creditors shall be given in problem

- **Reverse COGS**

COGS	xx
(+) Closing Stock	xx
(-) Opening Stock	xx
Purchase	xx

Or

Prepare Trading A/c - Balancing Figure

- **Refer instructions Given in problem**
  1. May be last Year's sale is given & increases in current year is Given.
  2. Ratio / creditors Turnover is given
- **Prepare cash A/c** → To find out cash Purchases