Adjustment Entries

VSQ - 16 XYZ Company has purchased office supplies of Rs. 15,000. The amount of office supplie
end of the period is Rs. 5,000.

Required: Adjustment entries for supplies expenses.

Ans: Supplies expenses is R

VSQ - 17 ABC Company purchase supplies of Rs. 20,000 at the beginning of the accounting perio
of which supplies of Rs. 12,000 is used during the accounting period.

Required:

(i) Adjustment entries for supplies expenses

(ii) Adjusted trial balance to show the effect of supplies.

Ans: Supplies expenses is Rs. 12,000 and supplies and hand Rs.

VSQ - 18 The following information are provided

i. Salary and wages payable Rs. 25,000

ii. Prepaid rent Rs. 2,000

iii. Income tax payable Rs. 10,000

iv. Depreciation on plant Rs. 15,000

Required: Adjustment entries

Short Answer Questions

Accounting Equations

SQ - 1 Mr. Saroj Karki & Co. performed the following transaction during the first month of its operation.

(a) Started business with cash Rs 1,000,000 and bank balance Rs 300,000.

(b) Bought goods from Amrita Rs 200,000 (vedi

(c) Goods costing Rs 100,000 sold at a profit 10%. Half the payment received in cash. (Accou recie

(d) Purchased furniture for office use Rs 20,000 and for the domestic use of owner Rs 10,000.

(e) Goods costing Rs 10,000 sold for Rs 8,000.

(f) Interest charged on capital 6,000.

Required: Accounting equation

Ans: A = 14,98,000, C = 12,98,000, L = 200,00

SQ - 2 Following transactions are related to the business of Mr. Jitendra Pd. Singh.

(a) Started business with cash Rs 1,000,000 and goods Rs 200,000.

(b) Purchase furniture .... Rs 100,00

(c) Paid wages .... Rs 50,00

(d) Outstanding salary (L+, C-) .... Rs 10,00

(e) Prepaid rent (C.A+, -) .... Rs 5,00

(f) Commission paid in advance (+, -) .... Rs 2,00

(g) Depreciation on furniture (capital -, cash + ...) .... Rs 10,000

(h) Interest received .... Rs 5,000

Required: Accounting equation.

Ans: A = 11,45,000, C = 11,35,000, L = 10,000

SQ - 3 Mukesh had the following transactions:

(a) Opening balance of assets: Cash 100,000, goods Rs 50,000, Furniture Rs 20,000

(b) Interest charged on drawing Rs 2,000

(c) Goods sold to Raman Rs 20,000

(d) Goods lost by fire Rs 1,500.

(e) Paid wages of Rs 1,500 and still due Rs 200

(f) Withdrew cash from bank Rs 20,000 for office use and Rs 5,000 for private use.

(g) Bad debt written off Rs 1,000.

Required: Accounting equation:

Ans: A = 1,62,000, C = 1,61,800, L = 200

SQ - 4 From the following transactions, you are required to prepare accounting equations:
(a) Mohan started a business with cash Rs 300,000 and Rs 300,000 bank balance.
(b) Purchased goods Rs 60,000 and made partial payment 20,000.
(c) Goods costing Rs 5,000 destroyed by fire.
(d) Accrued interest on investment Rs 2,000. (Assets + Capital)
(e) Machinery purchased for Rs. 100,000, half of the payment was made through cheque rest on cash.

Ans: A = 6,37,000, C = 5,97,000, L = 40,000

Trial Balance

SQ - 5 From the following ledger balance of Saugat Company prepare trial balance for the year ended, 31st December 2020.

Office equipment	Rs. 10,000	Accounts receivable	Rs. 11,000
Accounts payable	5,000	Cash at bank	15,000
Common stock	1,00,000	Commission received	5,000
Sales revenue	1,10,000	Purchases	60,000
Discount received	2,000	Office rent	20,000
Drawings	15,000	office salaries	10,000
Bank overdraft	5,000	Prepaid expenses	5,000
Computer	25,000	Bills receivable	6,000
Plant and machinery	50,000		

Ans: Rs. 2,27,000

SQ - 6 The following ledger balances were extracted from the books of Unish and Company

Advertisement	Rs. 25,000	Purchases	Rs. 2,25,000
Sales revenue	4,45,000	Return inwards	10,000
Return outwards	5,000	Carriage outward	10,000
Carriage inward	10,000	Factory rent	50,000
Interest received	15,000	Salaries and wages	60,000
Stock on 1-1-2021	30,000	Discount received	10,000
Office Insurance	40,000	Coal, gas and fuel	15,000

Required: Trail balance

Ans: Rs. 4,75,000

SQ - 7 The following particulars are extracted from the records of Udin & Company for the year ended 31st Ashadh 2079.

Purchase	Rs. 1,85,000	Sales return	Rs. 5,000
Bad debts written off	5,000	Sundry creditors	25,000
Sales	1,53,000	Drawing	40,000
Office rent	25,000	Fire insurance premium	15,000
Equity share capital	2,00,000	Beginning inventory	30,000
Outstanding expenses	15,000	Sundry Debtors	10,000
Provision for bad debts (Cr.)	2,000	General expenses	30,000
Printing and stationery	20,000	Purchase return	5,000
Postage and telegram	15,000	Wages and salary	20,000

Required: Trial balance

Ans: Rs. 4,00,000

Journal Entries

SQ - 8 Journalise the following transactions:

5-12 Started business with cash Rs. 50,000, stock Rs. 20,000, and bank balance of Rs. 80,000.
12-12 Cash of Rs. 30,000 deposited into bank.
17-12 Old furniture sold for Rs 10,000 on cash
18-12 Depreciation charged @15% on machinery costing Rs. 50,000
22-12 Paid wages Rs. 10,000 and salary of Rs. 15,000 by cheque.
23-12 Purchased goods of Rs. 25,000 on account.
25-12 Paid rent Rs. 4,000 in cash.

SQ - 9 Journalise the following transactions.

1-4 Started business with cash Rs. 150,000, computer Rs.40,000 and bank balance of Rs. 100,000.
5-4 Cash of Rs. 20,000 paid into bank.
6-4 Paid for advertisement Rs. 10,000
8-4 Cash of Rs. 5,000 and Rs. 10,000 were withdrawn for private and official use respectively. Debtors
12-4 Sold goods to Mohan costing Rs. 30,000 for Rs. 35,000.
18-4 Purchase office supplies of Rs. 10,000 on account.
22-4 Received cash of Rs. 19,000 from debtors after deducting 5% discount. $(19000 \times \frac{5}{95})$
25-4 Paid Rs. 9,500 against purchase of office supplies in full settlement.

SQ - 10 Journalise the following transactions.

1-4 Started business with Cash Rs.25,000, debtors Rs. 20,000 and bank balance Rs. 30,000.
2-4 Purchase computer of Rs. 40,000 and paid Rs. 30,000 partially in cash.
2-4 Paid salaries for the period Rs. 20,000 by cheque.
3-4 Sold goods for Rs. 20,000 on account. 19,000
10-4 Paid office rent Rs. 10,000.
12-4 Received cash of Rs. 20,000 for providing services.
16-4 Paid for printing and stationary Rs. 2,000.
21-4 Received cheque from customer Rs. 27,000 after deducting 10% discount.

SQ - 11 The following transactions are taken from the record of M & Q Corporation during the month of Baisakh 2020

1-1 Started business with cash of Rs. 4,00,000 and bank balance of Rs. 6,00,000.
5-1 Deposited in to the bank Rs. 60,000.
9-1 Signed two years promissory note at the bank and received cash of Rs. 1,20,000.
13-1 Purchase offices supplies for Rs. 42,000 on account.
20-1 Billed a client Rs. 80,000 for providing services.
24-1 An amount of Rs. 10,000 paid for water and electricity.
27-1 Cash of Rs. 79,000 received in full settlement from the client billed on Baisakh 20.
30-1 Paid Rs. 40,000 and Rs. 15,000 for salaries and rent respectively for the month of Baisakh.

Required :

(i) Journal Entries
(ii) T-Account for cash, accounts receivable a/c, Accounts payable

SQ - 12 G & S Beauty Parlor and Training Centre was established by two sisters on 1st October 2020. Transactions of the beauty parlor and training during the month were as follows:

1-10 Commenced business with cash of Rs. 600,000 and bank balance of Rs. 1,20,000.
5-10 Cash of Rs. 20,000 deposited into the bank.
9-10 Paid rent Rs. 15,000 by cheque,
18-10 Purchased furniture of Rs. 60,000.
24-10 Cash of Rs. 100,000 received from client for providing services.
28-10 Signed a 2 years promissory notes and received cash of Rs. 1,00,000 from bank.
30-10 Paid salary Rs. 30,000 for the month and Rs. 10,000 for the next month.
31-10 Paid water and electricity of Rs. 5,000.

Required:

i. Journal entries
ii. T-accounts for cash, bank and accounts receivable
iii. Trial balance as on October 31

Ans: (iii) Rs. 9,20,000

SQ - 13 The following information of a company is given:

1-3 Commenced business with cash of Rs. 400,000 issuing shares of Rs. 100 each.
3-3 Rs. 150,000 were deposited into Nabil Bank.
8-3 Purchase machinery for Rs. 120,000 and payment made by cheque.
10-3 Purchased goods on credit for Rs. 120,000 and made partial payment of Rs. 100,000.
12-3 Sold goods to Mr. Sharma for Rs. 600,000 and received a cheque of Rs. 300,000 as partial payment.
16-3 Loan of Rs. 150,000 were obtained from NMB bank.
18-3 Salary of Rs. 20,000 were paid by cheque.
20-3 Rs. 60,000 were paid as wages in cash.
23-3 Rs. 295,000 cash received from Mr. Sharma in full settlement of his account.
25-3 Rs. 19,500 cash paid to creditors in full settlement of their account.
29-3 Paid Rs. 20,000 as rent.

Required:

i. Journal entries
ii. T-accounts for cash, bank, account receivable and accounts payable
iii. Trial balance

Ans: Rs. 1,150,500

SQ - 14 The following information of a company is given:

1-7 Commenced business with Rs. 500,000 cash received on issuing share of Rs. 100 each.
2-7 Rs. 250,000 cash deposited into bank.
5-7 Goods purchased for cash Rs. 40,000 and on credit Rs. 25,000.
11-7 Paid rent Rs. 10,000.
14-7 Goods sold for Rs. 25,000 on cash and Rs. 10,000 on credit.
15-7 Cash received from debtors Rs. 5,000.
19-7 Cash withdrawn from bank Rs. 25,000.
20-7 Paid salary Rs. 30,000 by cheque.
22-7 Cash paid to creditors Rs. 9,500 after deducting 5% discount.
24-7 Paid wages Rs. 10,000 and wages due Rs. 1,000.
25-7 Bought plant for Rs. 50,000 and paid by cheque.
28-7 Declared and paid a dividend Rs. 5,000.

Required:

a. Journal entries
b. Necessary ledger accounts
c. Trial balance

Ans: Rs. 551,500

Opening Entries

SQ - 15 Balance sheet of a firm is given below:

Balance sheet
As on ....

Liabilities		Amount	Assets	Amount
Capital	200,000		Plant and machinery	80,000
Add: Net profit	2,000		Furniture	15,000
Less: Drawings	20,000		Closing stock	55,000
Less: Income tax	10,000	172,000	Sundry debtors	70,000
Sundry creditors		50,000	Bills receivable	12,000
Bills payable		25,000	Cash at bank	10,000
			Cash in hand	5,000
		Rs 247,000		Rs 247,000

Required: Opening Entry.

SQ - 16 Following balances are given to you at the beginning of the year:

Sundry debtors.................................... Rs 50,000
Plant and machinery 100,000
Land and building 200,000
Closing stock 60,000
Bank overdraft.....Credit.................................... 40,000
Cash.................................... 20,000
Sundry creditors 25,000

Required: Opening Entry to determine amount of capital.

Closing Entries

SQ - 17 The Profit and loss account of a firm is given below:

Profit and loss account
For the year ended 31st December 2012

Dr. Particulars	Amount	Particulars	Cr. Amount
To Salary	Rs 1,100	By Gross profit b/d	Rs 16,000
To Rent paid	2,300	By Rent received	2,000
To Insurance	1,500	By Commission	4,000
To Lighting	100		
To Advertisement	5,000		
To Carriage outwards	1,100		
To Net profit transferred to capital a/c	10,900		
Total	**Rs 22,000**	**Total**	**Rs 22,000**

Required: Closing Entries

SQ - 18 The following information is provided to you:

Trading Account
For the year ending 31st December 2012

Dr. Particulars	Amount	Particulars	Cr. Amount
To Rent expenses	Rs 10,000	By Service revenue	2,00,000
To Salary	20,000	By Interest revenue	5,000
To office expenses	10,000		
To Administrative expenses	5,000		
To Advertisement	5,000		
To Distribution expenses	10,000		
To Net income	1,45,000		
Total	**2,05,000**	**Total**	**2,05,000**
To dividend paid	15,000	By Opening retained earning	35,000
To closing retained earning c/d	1,65,000	By Net income	1,45,000
Total	**1,80,000**	**Total**	**1,80,000**

Required: Closing entries for:

a. Revenue
b. Expenses
c. Net Income
d. Dividend

Adjustment Entries

SQ - 19 The following transactions are provided:

i. Salary due but not paid Rs. 20,000.
ii. Prepaid insurance expired to the extent of Rs. 4,000.
iii. Depreciate plant, property and equipment by Rs. 5,000.
iv. Supplies used during the period Rs. 6,000.
v. Interest revenue earned but not received yet Rs. 4,500,
vi. Advance service revenue earned during on the period amounting to Rs. 3,000.

Required: Adjustment entries

SQ - 20 The following are the unadjusted trial balance of apex tours & travel Ltd. as on 31st Chaitra 2077.

Particulars	Debit (Rs.)	Credit (Rs)
Accounts receivable	Rs 50,000	
Office equipment	1,10,000	
Salaries expenses	2,50,000	
Advertising expenses	52,000	
Office rent	23,000	
Notes payable		20,000
Service revenue		3,80,000
Discount received		22,000
Utilities expenses	30,000	
Cash	30,000	
Accounts payable		27,000
Common Stock		1,06,000
Prepaid Insurance	10,000	
Total	**5,55,000**	**5,55,000**

Adjustments:

i. Insurance expires at the rate of Rs. 600 per months.
ii. Outstanding salaries expenses Rs 1,000.
iii. Interest of Rs. 1,000 on notes payables has accrued during the period.
iv. Annual depreciation on the office equipment amounting Rs. 5,000

Required:

a. Adjusted Trial Balance
b. Adjustment entries

557,000

Ans: (a) Rs ~~6,56,000~~

SQ - 21 The following unadjusted trial balance is available for Ace consulting inc. on 30th June, 2018.

Particulars	Debit (Rs)	Credit (Rs.)
Cash	6,320	
Accounting receivable	14,600	
Office supplies on hand	800	
Prepaid rent	4,800	
Furniture and fixture	18,000	
Accumulated depreciation		5,625
Accounts payable		5,200
Capital stock		10,000
Retained earnings		17,955
Consulting revenue		12,340
Utility expenses	4,100	
Salaries expenses	2,500	
Total	**51,120**	**51,120**

Additional Information:

i. Salaries in the amount of Rs. 2,380 accrued at the end of June.
ii. During June, office supplies of Rs. 250 have been used.
iii. Depreciation on furniture and fixture for June is Rs. 375.
iv. prepaid rent amounting to Rs. 400 has expired during June.
v. Consulting service rendered but cash has not yet been received amounting to Rs. 4,600.

Required:

a. Adjusted Trial Balance
b. Necessary adjusting entries

Ans: Rs. 58,475

SQ - 22 Touchwood Furniture Mart began operations on 1st January 2019. The unadjusted trial balance of Touchwood at 31st March are as follows:

Particulars	Debit (Rs.)	Credit (Rs.)
Cash	Rs. 12,400	
Accounts Receivable	5,620	
Supplies	1,050	
Prepaid insurance	2,400	
Equipment	30,000	
Notes payable		Rs. 10,000
Accounts payables		12,350
Common stock		20,000
Dividends	600	
Fees Earned		13,620
Salaries expenses	1,200	
Travel Expenses	1,300	
Rent expenses	1,200	
Miscellaneous expenses	200	
Total	55,970	55,970

Additional Information:

i. Supplies on hand total Rs. 250.
ii. Annual Depreciation is Rs. 1,600.
iii. Interest accrued on six months note payable, issued 1st January, Rs. 300.
iv. Insurance expires at the rate of Rs. 400 per month.
v. Fees earned but unbilled at 31st March, total Rs. 750.

Required:

a. Adjusted trial balance
b. Closing entries

Ans: Rs. 57,020

Long Answer Questions

LQ - 1 Following is a summary of transactions of Fishtail Services Company that occurred during June 2020.

1-6 Began business by cash of Rs. 20,000 and bank balance of Rs. 1,00,000.
4-6 Purchased office supplies on credit, Rs. 10,000
6-6 Paid two months' rent in advance, Rs. 2,000
7-6 Purchased office equipment of Rs. 12,000 and paid by cheque.
8-6 Received cash for services performed Rs. 20,000.
14-6 Paid cash for an advertisement that appeared in the local newspaper, Rs. 2,000.
17-6 Received Rs. 15,000 for providing services.

23-6 Paid salary to assistant, Rs. 1,500.
28-6 Declared and paid a dividend, Rs. 2,500.
30-6 Paid electricity charges, Rs. 1000.

Required:

a. Journal entries
b. Post them into T–account
c. Trial balance.

Ans: (c)Rs. 145,000

LQ - 2 On August Shivam Bajaracharya established Access Marketing Ltd. to provide marketing research services. The following transactions were concluded in August:

1-8 Began business with bank balance of Rs. 35,000.
3-8 Purchased office equipment on credit for Rs. 12,000.
4-8 Paid office rent for the month Rs. 2,000 through cheque.
6-8 Purchased office supplies for cash Rs. 1,500 and paid by cheque.
7-8 Billed customers for services provided, Rs. 8,300.
10-8 Received cash for services to be provide later Rs. 2,600.
17-8 Received cash for services provided, Rs. 6,900.
22-8 Collected cash on account from customers billed on 7th August , Rs. 8,000 in full.
27-8 Paid telephone expense Rs. 2,000.

Required:

a. Prepare journal entries to record transactions
b. Open all necessary ledger accounts
c. Trial balance

Ans: (c) Rs. 84,800

LQ - 3 The following financial transactions of a trader has been provided during the 1st month of 2021.

1–1 Started business with cash Rs. 4,00,000.
3–1 Cash of Rs 2,00,000 deposited into the bank.
4–1 Signed a 3 years 10% promissory notes with a bank and received cash Rs. 1,00,000.
9–1 Sold goods of Rs. 50,000 on cash.
13–1 Purchased office supplies worth Rs. 40,000 on account.
15–1 Purchased office equipment costing Rs. 1,00,000 on credit.
17–1 Purchased furniture of Rs. 80,000 and paid by cheque.
20–1 Paid Rs. 5,000 to an advertising agency for advertisement.
23–1 Sold goods of Rs. 2,50,000. Out of which Rs. 50,000 was on cash and rest on credit.
27–1 Settled the amount of office supplies after receiving 5% discount by cheque.
29–1 Customer settled his debt by paying Rs. 1,95,000 in full settlement.
31–1 Paid rent of Rs. 20,000 and salary of Rs. 35,000 by cheque.

Required:

a. Journal entries for the financial transactions.
b. Necessary ledger accounts
c. Trial balance.

Ans: (b) Balance: Cash Rs. 590,000; Bank Rs. 27,000; (c) T/B total Rs. 9,02,000

LQ - 4 The financial transactions executed for a period by a newly established trading company are as follows:

i. Started business with cash of Rs. 300,000 and bank balance of Rs. 200,000.
ii. Purchased goods costing Rs. 80,000 from Kamal Store and paid 30% as down payment.
iii. Purchased office equipment costing Rs. 40,000 and payment was made by issuing a cheque.
iv. Office expenses amounting to Rs. 20,000 were paid by a cheque.

v. Sold goods for Rs. 300,000 on cash and Rs. 100,000 on credit to Sandip Traders .
vi. Cash of Rs. 60,000 deposited into bank.
vii. The credit purchase of Kamal Store was settled after receiving 5% discount.
viii. 5% discount is allowed to Sandip Traders and he settled his debt.
ix. Rs. 10,000 cash withdrawn from Bank for office use and Rs. 15,000 for private use.
x. Commission received Rs. 20,000.
xi. Paid Rs. 15,000 as insurance premium for the month.

Required:

a. Journal entries for the above financial transactions.
b. Necessary ledger
c. Trial balance

Ans: (b) Balance: Cash Rs. 552,800; Bank Rs. 1,95,000; (c) T/B total Rs. 9,22,800

LQ - 5 Mr. Saugat a retired government officer started a new venture at Kankai Municipality Jhapa. The financial transaction of his business during the month of October are as follows:

1-10	Commenced business by investing cash of Rs. 4,00,000 and bank balance of Rs. 100,000
5-10	Paid salary of Rs. 20,000 including Rs. 5,000 through cheque.
8-10	Purchase office equipments for cash, Rs. 25,000
10-10	Purchase office supplies of Rs. 5,000 on account.
12-10	Received cash of Rs. 15,000 for providing services to client.
17-10	Paid for an advertisement that appeared in the local newspaper, Rs. 1,500.
18-10	Paid commission of Rs. 2,000 to the local agents.
20-10	Billed Rs. 10,000 to the client for providing services.
21-10	Paid rent to landlord Rs. 20,000 for the month and Rs. 10,000 for the next month.
24-10	Paid electricity and water charges Rs. 500.
26-10	Received part payment from client billed on 20th October, Rs. 7,000.
30-10	Declared and paid a cash dividend Rs. 10,000 by cheque.

Required:

a. Journal entries for the above transactions.
b. Post the journal entries to the ledger.
c. Trial balance.

Ans: (iii) Rs. 5,30,000

Date: ....
Page: ....

Exercise

Short Answer Questions

Accounting Equation

SQ-1)

Accounting Equation

Date	Assets	=	Shareholder's Equity	+	Liabilities
a)	1,000,000 (Cash)		1,300,000		
	300,000 (Bank)				
balance	1,300,000	=	1,300,000	+	0
b)	200,000 (Goods)				200,000
balance	1,500,000	=	1,300,000	+	200,000
c)	(100,000) (Goods sold)		10,000		
	55,000 (Cash)				
	55,000 (Debtors)				
balance	1,510,000	=	1,310,000	+	200,000
d)	(30,000) (Cash)		(10,000)		
	20,000 (Furniture)				
balance	1,500,000	=	1,300,000	+	200,000
e)	(10,000) (Goods)		(2,000)		
	8,000 (cash)				
balance	1,498,000	=	1,298,000	+	200,000
f)			6,000		
			(6,000)		
Final balance	1,498,000	=	1,298,000	+	200,000

Date:
Page:

SQ-2)

Accounting Equation

Date	Assets	=	Shareholder's Equity	+	Liabilities
a)	1,000,000 (Cash) 200,000 (Goods)		1,200,000		
balance	1,200,000	=	1,200,000	+	0
b)	100,000 ~~50,000~~ (Furniture) (100,000) ~~(50,000)~~ (Cash)				
balance	1,200,000	=	1,200,000	+	0
c)	(50,000) (wages)		(50,000)		
balance	1,150,000	=	1,150,000	+	0
d)			(10,000)		10,000
balance	1,150,000	=	1,140,000	+	10,000
e)	5,000 (prepaid rent) (5,000) (cash)				
balance	1,150,000	=	1,140,000	+	10,000
f)	2,000 (Advance payment) (2,000) (cash)				
balance	1,150,000	=	1,140,000	+	10,000
g)	(10,000) (Depreciation)		(10,000)		
balance	1,140,000	=	1,130,000	+	10,000
h)	5,000 (Interest received)		5,000		
Final balance	1,145,000	=	1,135,000	+	10,000

SQ-3)

Accounting Equation

Date	Assets	=	Shareholder's Equity	+	Liabilities
a)	100,000 (Cash) 50,000 (Goods) 20,000 (Furniture)		1,70,000		
balance	170,000	=	170,000	+	0
b)			(2,000) 2000		
balance	170,000	=	170,000	+	0
c)	(20,000) (Goods) 20,000 (Acc. Receivable)				
balance	170,000	=	170,000	+	0
d)	(1,500)		(1,500)		
balance	~~168~~ 168,500	=	168,500	+	0
e)	(1,500)		(1700)		200
balance	167,000	=	166,800	+	200
f)	~~Cas~~ 20,000 (Cash) (25,000) (bank)		(5,000)		
balance	162,000	=	161,800	+	200
g)	(1,000) (Bad debt)		(1,000)		
Final balance	161,000	=	160,800	+	200

Date :

Page:

SQ-4)

Accounting Equation

Date	Assets	=	Shareholder's Equity	+	Liabilities
a)	300,000 (cash) 300,000 (bank)		600,000		
balance	600,000	=	600,000	+	0
b)	60,000 (Goods) (20,000) (cash)		~~(20,000)~~		40,000
balance	640,000	=	~~55~~ 600,000	+	40,000
c)	(5,000)		(5,000)		
balance	635,000	=	595,000	+	40,000
d)	2,000 (Accrued interest)		2,000		
balance	637,000	=	597,000	+	40,000
e)	100,000 (Machinery) (50,000) (bank) (50,000) (cash)				
Final balance	637,000	=	597,000	+	40,000

Date: ....
Page: ....

Journal Entries

SQ-8)

Journal Entries in the books of - - - -

Date	Particulars	PR	Debit (Rs)	Credit (Rs)
5-12	Cash a/c ------ Dr.		50,000	
	Stock a/c ---- Dr.		20,000	
	Bank a/c ---- Dr.		80,000	
	To capital a/c			150,000
	(Being business started with cash, stock and bank balance)			
12-12	Bank a/c ----- Dr.		30,000	
	To cash a/c			30,000
	(Being cash deposited into bank)			
17-12	Cash a/c ---- Dr.		10,000	
	To Furniture a/c			10,000
	(Being furniture sold)			
18-12	Depreciation a/c ---- Dr.		7,500	
	To Machinery a/c			7,500
	(Being depreciation charged on machinery)			
22-12	Wages a/c ---- Dr.		10,000	
	Salary a/c ---- Dr.		15,000	
	To Bank a/c			25,000
	(Being wages and salary paid by cheque)			

Date: ....
Page: ....

Date	Particulars	PR	Debit (Rs)	Credit (Rs)
23-12	Purchase a/c ---- Dr.		25,000	
	To Creditor's a/c			25,000
	(Being purchased goods on account)			
25-12	Rent a/c ---- Dr.		4,000	
	To cash a/c			4,000
	(Being rent paid)			
	Total		251,500	251,500

SQ-9)

Journal Entries in the books of ---

Date	Particulars	PR	Debit (Rs)	Credit (Rs)
1-4	Cash a/c ----- Dr.		150,000	
	Computer a/c ---- Dr.		40,000	
	Bank a/c ---- Dr.		100,000	
	To capital a/c			290,000
	(Being business started with cash, computer and bank balance)			
5-4	Bank a/c ---- Dr.		20,000	
	To cash a/c			20,000
	(Being cash paid into bank)			
6-4	Advertisement a/c ---- Dr.		10,000	
	To cash a/c			10,000
	(Being advertisement paid)			

Date	Particulars	PR	Debit (Rs)	Credit (Rs)
8-4	Cash a/c ---- Dr.		10,000	
	Drawing a/c --- Dr.		5,000	
	To Bank a/c			15,000
	(Being cash withdrawn for official and private use)			
12-4	Mohan a/c ---- Dr.		35,000	
	To Sales a/c			30,000
	To Profit on sales a/c			5,000
	(Being goods sold to Mohan at profit)			
18-4	Office Supplies a/c ---- Dr.		10,000	
	To Creditor's a/c			10,000
	(Being office supplies purchased on account)			
22-4	Cash a/c ---- Dr.		19,000 ~~20,000~~	
	Discount allowed a/c ---- Dr.		1,000	
	To Debtors a/c			20,000
	(Being cash received from debtors after deducting discount)			
25-4	Creditor's a/c --- Dr.		10,000	
	To Cash a/c			9,500
	To Discount received a/c			500
	(Being cash paid against purchase of supplies in full settlement)			
	Total		410,000	410,000

Date: ....
Page: ....

SQ-10)

Journal Entries in the books of ---

Date	Particulars	PR	Debit (Rs)	Credit (Rs)
1-4	Cash a/c ---- Dr.		25,000	
	Debtors a/c --- Dr.		20,000	
	Bank a/c ---- Dr.		30,000	
	To capital a/c			75,000
	(Being business started with cash, debtors and bank balance)			
2-4	Computer a/c --- Dr.		40,000	
	To cash a/c			30,000
	To creditors a/c			10,000
	(Being computer purchased and paid partially)			
2-4	Salary a/c ---- Dr.		20,000	
	To Bank a/c			20,000
	(Being salary paid by cheque)			
3-4	Debtors a/c --- Dr.		20,000	
	To sales a/c			20,000
	(Being goods sold on account)			
10-4	Rent a/c --- Dr.		10,000	
	To cash a/c			10,000
	(Being rent paid)			

Date: ....
Page: ....

Date	Particulars	PR	Debit (Rs)	Credit (Rs)
12-4	Cash a/c ---- Dr.		20,000	
	To service revenue a/c			20,000
	(Being cash received for providing services)			
16-4	Printing and stationary a/c ---Dr		2,000	
	To Cash a/c			2,000
	(Being printing and stationary expense paid)			
21-4	Bank a/c ---- Dr.		27,000	
	Discount allowed a/c --- Dr.		3,000	
	To Debtors a/c			30,000
	(Being cheque received from customer)			
	Total		217,000	217,000

SQ-11)

Journal Entries in the books of M & G Corporation

Date	Particulars	PR	Debit (Rs)	Credit (Rs)
1-1	Cash a/c ----- Dr.		400,000	
	Bank a/c ----- Dr.		600,000	
	To capital a/c			1,000,000
	(Being business started with cash and bank balance)			
5-1	Bank a/c ---- Dr.		60,000	
	To cash a/c			60,000
	(Being cash deposited into bank)			

Date : ....

Page: ....

Date	Particulars	PR	Debit (Rs)	Credit (Rs)
9-1	Cash a/c ---- Dr.		120,000	
	To Notes Payable a/c			120,000
	(Being cash received from promissory note)			
13-1	Office supplies a/c ---- Dr.		42,000	
	To Creditor's a/c			42,000
	(Being office supplies purchased on credit)			
20-1	Accounts receivable a/c --- Dr.		80,000	
	To Service Revenue a/c			80,000
	(Being billed a client for providing services)			
24-1	Utilities expenses a/c --- Dr.		10,000	
	To Cash a/c			10,000
	(Being amount paid for water and electricity)			
27-1	Cash a/c ----- Dr.		79,000	
	Discount a/c --- Dr.		1,000	
	To Accounts receivable a/c			80,000
	(Being cash received in full settlement)			
30-1	Salary a/c ---- Dr.		40,000	
	Rent a/c ---- Dr.		15,000	
	To Cash a/c			55,000
	(Being salaries and rent paid)			
	Total		1,447,000	1,447,000

Date: ....

Page: ....

Cash a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
1-1	To capital a/c		400,000	5-1	By Bank a/c		60,000
9-1	To Notes payable a/c		120,000	24-1	By utilities expenses		10,000
27-1	To Accounts receivable a/c		79,000	30-1	By salary a/c		40,000
				30-1	By Rent a/c		15,000
				31-1	By balance c/d		474000
			599,000				599,000
2-1	To balance b/d		474,000				

Accounts Receivable a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
20-1	To Service Revenue a/c		80,000	27-1	By cash a/c		79,000
				27-1	By Discount a/c		1,000
			80,000				80,000

Accounts Payable a/c (Creditor's a/c)

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
31-1	To balance c/d		42,000	13-1	By office supplies		42,000
			42,000				42000
				1-2	By balance b/d		42,000

Date: ....
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SQ-12)

Journal Entries in the books of G&S Beauty Parlor and Training Centre

Date	Particulars	PR	Debit (Rs)	Credit (Rs)
1-10	Cash a/c ---- Dr.		600,000	
	Bank a/c ---- Dr.		120,000	
	To capital a/c			720,000
	(Being commenced business with cash and bank balance)			
5-10	Bank a/c ---- Dr.		20,000	
	To cash a/c			20,000
	(Being cash deposited into bank)			
9-10	Rent a/c ---- Dr.		15,000	
	To Bank a/c			15,000
	(Being rent paid by cheque)			
18-10	Furniture a/c ---- Dr.		60,000	
	To Cash a/c			60,000
	(Being furniture purchased)			
24-10	Cash a/c ---- Dr.		100,000	
	To service revenue a/c			100,000
	(Being cash received from client for providing services)			

Date :
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Date	Particulars	PR	Debit (Rs)	Credit (Rs)
28-10	Cash a/c ---- Dr.		100,000	
	To Notes Payable a/c			100,000
	(Being cash received from promissory notes)			
30-10	Salary a/c ----- Dr.		30,000	
	Advance payment a/c -- Dr.		10,000	
	To cash a/c			40,000
	(Being salary paid for the month and next month)			
31-10	Utility expenses ---- Dr.		5,000	
	To cash a/c			5,000
	(Being water and electricity expense paid)			
	Total		1,060,000	1,060,000

Cash a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
1-10	To capital a/c		600,000	5-10	By bank a/c		20,000
24-10	To service revenue a/c		100,000	18-10	By Furniture a/c		60,000
28-10	To Notes payable a/c		100,000	30-10	By Salary a/c		30,000
				30-10	By advance payment		10,000
				31-10	By utility expense		5,000
				31-10	By balance c/d		675,000
			800,000				800,000
1-11	To balance b/d		675,000				

Date: ....

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Bank a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
1-10	To capital a/c		120,000	9-10	By Rent a/c		15,000
5-10	To cash a/c		20,000	31-10	By balance c/d		125,000 ~~155,000~~
			140,000				140,000
1-11	To balance b/d		125,000 ~~155,000~~				

G&S Beauty Parlor and Training Centre.
Trial Balance
As on 31st October

SN	Account Head	Debit (Rs)	Credit (Rs)
1.	Cash Account	675,000	-
2.	Bank Account	125,000 ~~125,000~~	-
3.	Capital Account	-	720,000
4.	Rent Account	15000	-
5.	Furniture Account	60,000	-
6.	Service Revenue Account	-	100,000
7.	Notes Payable Account	-	100,000
8.	Salary Account	30,000	-
9.	Advance Payment Account	10,000	-
10.	Utility Expenses Account	5,000	-
	Total	920,000	920,000

Date: ....
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SQ-13)

Journal Entries in the books of ......

Date	Particulars	PR	Debit (Rs)	Credit (Rs)
1-3	Cash a/c ...... Dr.		400,000	
	To share capital a/c			400,000
	(Being business commenced with cash issuing shares)			
3-3	Bank a/c ..... Dr.		150,000	
	To Cash a/c			150,000
	(Being cash deposited into Nabil Bank)			
8-3	Machinery a/c ..... Dr.		120,000	
	To Bank a/c			120,000
	(Being purchased machinery and payment made by cheque)			
10-3	Purchase a/c .... Dr.		120,000	
	To cash a/c			100,000
	To Accounts Payable a/c			20,000
	(Being goods purchased and partial payment made)			
12-3	Bank a/c .... Dr.		300,000	
	Accounts receivable a/c .... Dr.		300,000	
	To sales a/c			600,000
	(Being goods sold to Mr. Sharma and received cheque as partial payment)			

Date: ....
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Date	Particulars	PR	Debit (Rs)	Credit (Rs)
16-3	Cash a/c ---- Dr.		150,000	
	To Bank's loan a/c			150,000
	(Being loan obtained from NMB Bank)			
18-3	Salary a/c ----- Dr.		20,000	
	To Bank a/c			20,000
	(Being salary paid by cheque)			
20-3	Wages a/c ---- Dr.		60,000	
	To cash a/c			60,000
	(Being wages paid in cash)			
23-3	Cash a/c ---- Dr.		295,000	
	Discount allowed a/c --- Dr.		5,000	
	To Account's receivable a/c			300,000
	(Being cash received from Mr. Sharma in full settlement)			
25-3	Accounts Payable a/c --- Dr.		20,000	
	To Cash a/c			19,500
	To Discount received a/c			500
	(Being cash paid in full settlement)			
29-3	Rent a/c ---- Dr.		20,000	
	To cash a/c			20,000
	(Being rent paid)			
	Total		1,960,000	1,960,000

Date: ....
Page: ....

Cash a/c

Dr. | | | | | | | Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
1-3	To share capital a/c		400,000	3-3	By Bank a/c		150,000
16-3	To Bank's Loan a/c		150,000	10-3	By Purchase a/c		100,000 ~~[illegible]~~
23-3	To Account's receivable a/c		295,000	20-3	By wages a/c		60,000
				~~23-3~~	~~By Account's receivable a/c~~		~~295,000~~
				25-3	By Accounts payable		19,500
				29-3	By Rent a/c		20,000
				31-3	By balance c/d		495,500
			845,000				845,000
1-4	To balance b/d		495,500				

Bank a/c

Dr. | | | | | | | Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
3-3	To cash a/c		150,000	8-3	By Machinery a/c		120,000
12-3	To sales a/c		300,000	18-3	By salary a/c		20,000
				31-3	By balance c/d		310,000
			450,000				450,000
1-4	To balance b/d		310,000				

Account Receivable a/c

Dr. | | | | | | | Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
12-3	To sales a/c		300,000	23-3	By cash a/c		295,000
				23-3	By Discount allowed		5,000
			300,000				300,000

Date: ....
Page: ....

Accounts Payable a/c

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
25-3	To cash a/c		19,500	10-3	By purchase		20,000
25-3	To Discount received a/c		500				
			20,000				20,000

---- Company
Trial Balance
As on 31st March

SN	Account Head	Debit (Rs)	Credit (Rs)
1.	Cash Account	495,500	-
2.	Share capital Account	-	400,000
3.	Bank Account	310,000	-
4.	Machinery Account	120,000	-
5.	Purchase Account	120,000	-
6.	Accounts Payable Account	-	-
7.	Accounts Receivable Account	-	-
8.	Sales Account	-	600,000
9.	Bank's Loan Account	-	150,000
10.	Salary Account	20,000	-
11.	Wages Account	60,000	-
12.	Discount Allowed Account	5,000	-
13.	Discount Received Account	-	500
14.	Rent Account	20,000	-
	Total	1,150,500	1,150,500

Date:
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SQ-14)

Journal Entries in the books of ------

Date	Particulars	PR	Debit (Rs)	Credit (Rs)
1-7	Cash a/c ----- Dr.		500,000	
	To share capital a/c			500,000
	(Being commenced business with cash on issuing shares)			
2-7	Bank a/c ----- Dr.		250,000	
	To cash a/c			250,000
	(Being cash deposited into bank)			
5-7	Purchase a/c ----- Dr.		65,000	
	To cash a/c			40,000
	To creditors a/c			25,000
	(Being goods purchased on cash and credit)			
11-7	Rent a/c ----- Dr.		10,000	
	To Cash a/c			10,000
	(Being Rent Paid)			
14-7	Cash a/c ----- Dr.		25,000	
	Debtors a/c ---- Dr.		10,000	
	To sales a/c			35,000
	(Being goods sold on cash and credit)			
15-7	Cash a/c ---- Dr.		5,000	
	To Debtors a/c			5,000
	(Being cash received from debtors)			

Date: ....
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Date	Particulars	PR	Debit (Rs)	Credit (Rs)
19-7	Cash a/c ---- Dr.		25,000	
	To Bank a/c			25,000
	(Being cash withdrawn from bank)			
20-7	Salary a/c ---- Dr.		30,000	
	To Bank a/c			30,000
	(Being salary paid by cheque)			
22-7	Creditors a/c --- Dr.		10,000	
	To Cash a/c			9,500
	To Discount received a/c			500
	(Being cash paid to creditor after deducting discount)			
24-7	Wages a/c ---- Dr.		11,000	
	To cash a/c			10,000
	To wages payable a/c			1,000
	(Being wages paid and still due)			
25-7	Plant a/c ---- Dr.		50,000	
	To Bank a/c			50,000
	(Being plant purchased and paid by cheque)			
28-7	Dividend a/c --- Dr.		5,000	
	To cash a/c			5,000
	(Being dividend paid)			
	Total		996,000	996,000

Cash a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
1-7	To share capital a/c		500,000	2-7	By Bank a/c		250,000
14-7	To sales a/c		25,000	5-7	By Purchase a/c		40,000
15-7	To debtors a/c		5,000	11-7	By Rent a/c		10,000
19-7	To Bank a/c		25,000	22-7	By creditors a/c		9,500 ~~10r~~
				24-7	By wages a/c		10,000
				28-7	By dividend a/c		5,000
				31-7	By balance c/d		230,500
			555,000				555,000
1-8	To balance b/d		230,500				

Share capital a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
31-7	To balance c/d		500,000	1-7	By Cash a/c		500,000
			500,000				500,000
				1-8	By balance b/d		500,000

Bank a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
2-7	To cash a/c		250,000	19-7	By cash a/c		25,000
				20-7	By salary a/c		30,000
				25-7	By Plant a/c		50,000
				31-7	By balance c/d		145,000
			250,000				250,000
1-8	To balance b/d		145,000				

Date:
Page:

Purchase a/c

Dr. | Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
5-7	To cash a/c		40,000	31-7	By balance c/d		65,000
5-7	To creditors a/c		25,000				
			65,000				65,000
1-8	To balance b/d		65,000				

Creditors a/c

Dr. | Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
22-7	To cash a/c		9500	5-7	By Purchase a/c		25,000
22-7	To discount received		500				
31-7	To balance c/d		15,000				
			25,000				25,000
				1-8	By balance b/d		15,000

Rent a/c

Dr. | Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
11-7	To cash a/c		10,000	31-7	By balance c/d		10,000
			10,000				10,000
1-8	To balance b/d		10,000				

Debtors a/c

Dr. | Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
14-7	To sales a/c		10,000	15-7	By cash a/c		5,000
				31-7	By balance c/d		5,000
			10,000				10,000
1-8	To balance b/d		5,000				

Date: ....

Page: ....

Sales a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
31-7	To balance c/d		35,000	14-7	By cash a/c		25,000
				14-7	By Debtors a/c		10,000
			35,000				35,000
				1-8	~~To~~ By balance b/d		35,000

Salary a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
20-7	To Bank a/c		30,000	31-7	By balance c/d		30,000
			30,000				30,000
1-8	To balance b/d		30,000				

Discount Received a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
31-7	To balance c/d		500	22-7	By Creditors a/c		500
			500				500
				1-8	By balance b/d		500

Wages a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
24-7	To cash a/c		10,000	31-7	By balance c/d		11,000
24-7	To wages payable a/c		1,000				
			11,000				11,000
1-8	To balance b/d		11,000				

Date: ....
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Wages Payable a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
31-7	To balance c/d		1,000	24-7	By wages a/c		1,000
			1,000				1,000
				1-8	By balance b/d		1,000

Plant a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
25-7	To Bank a/c		50,000	31-7	By balance c/d		50,000
			50,000				50,000
1-8	To balance b/d		50,000				

Dividend a/c

Dr. Cr.

Date	Particulars	PR	Amount	Date	Particulars	PR	Amount
28-7	To cash a/c		5,000	31-7	By balance c/d		5,000
			5,000				5,000
1-8	To balance b/d		5,000				

Date:
Page:

------ Company
Trial Balance
As on 31st July

S.N.	Account Head	Debit (Rs)	Credit (Rs)
1.	Cash Account	230,500	-
2.	Share capital Account	-	500,000
3.	Bank Account	145,000	-
4.	Purchase Account	65,000	-
5.	Creditor's Account	-	15,000
6.	Rent Account	10,000	-
7.	Debtor's Account	5,000	-
8.	Sales Account	-	35,000
9.	Salary Account	30,000	-
10.	Discount Received Account	-	500
11.	Wages Account	11,000	-
12.	Wages Payable Account	-	1,000
13.	Plant Account	50,000	-
14.	Dividend Account	5000	-
	Total	551,500	551,500

Opening Entries

~~SQ-15~~

SQ-15)

.... Company
Opening Entries

Date	Particulars	PR	Debit	Credit
	Plant and machinery alc ---Dr.		80,000	
	Furniture alc --- Dr.		15,000	
	Closing stock alc --- Dr.		55,000	
	Sundry Debtors alc --- Dr.		70,000	
	Bills receivable alc -- Dr.		12,000	
	Cash alc ... Dr.		5,000	
	Bank alc -- Dr.		10,000	
	To capital alc			172,000
	To Sundry creditors alc			50,000
	To Bills payable alc			25,000
	(For Opening balance of assets and liabilities)			
	Total		247,000	247,000

SQ-16)

.... Company
Opening Entries

Date	Particulars	PR	Debit	Credit
	Sundry debtors alc --- Dr.		50,000	
	Plant and machinery alc --Dr.		100,000	
	Land and building alc ---Dr.		200,000	
	Closing stock alc --- Dr.		60,000	
	Cash alc --- Dr.		20,000	
	To Bank overdraft alc			40,000
	To sundry creditors alc			25,000
	To capital alc			365,000
	(For opening balance of assets and liabilities)			
	Total		430,000	430,000

Date: ....
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Closing Entries

SQ-17)

...... Company
Closing Entries

Date	Particulars	PR	Debit	Credit
	Rent received a/c ---Dr.		2,000	
	Commission a/c ---Dr.		4,000	
	Gross Profit a/c ---Dr.		16,000	
	To Income Summary a/c			22,000
	(For ~~opo~~ closing entries of revenue accounts)			
	Income Summary a/c --Dr.		11,100	
	To salary a/c			1,100
	To Rent a/c			2,300
	To Insurance a/c			1,500
	To Lighting a/c			100
	To Advertisement a/c			5,000
	To carriage outward a/c			1,100
	(For Closing entries of expenses accounts)			
	Income Summary a/c --Dr.		10,900	
	To Retained Earnings a/c			10,900
	(For closing entry of income summary account)			
	Total		44,000	44,000

Date: ....
Page: ....

SQ-28) .... Company

Journal / Closing Entries

Date	Particulars	PR	Debit	Credit
	Service Revenue a/c --- Dr.		200,000	
	Interest Revenue a/c --- Dr.		5,000	
	To Income Summary a/c			205,000
	(for ~~op~~ closing entries of revenue accounts)			
	Income Summary a/c --- Dr.		60,000	
	To Rent a/c			10,000
	To Salary a/c			20,000
	To office expenses a/c			10,000
	To Administrative expense a/c			5,000
	To Advertisement a/c			5,000
	To Distribution a/c			10,000
	(For closing entries of expenses accounts)			
	Income Summary a/c --- Dr.		145,000	
	To Retained Earnings a/c			145,000
	(for closing entries of income summary account)			
	Retained Earnings a/c --- Dr.		15,000	
	To Dividend paid a/c			15,000
	(for closing entries of dividend account)			
	Total		425,000	425,000

Adjustment Entries

SQ-19)

---- Company
Adjusted Entries

Date	Particulars	PR	Debit	Credit
i)	Salary a/c --- Dr.		20,000	
	To Salary ~~outstanding~~ payable a/c			20,000
	(For salary due but not paid)			
ii)	Insurance expenses a/c --- Dr.		4,000	
	To Prepaid Insurance a/c			4,000
	(For prepaid insurance expired)			
iii)	Depreciation a/c --- Dr.		5,000	
	To property, plant and equipment a/c			5,000
	(For depreciation on property, plant & equipment)			
iv)	Supplies expenses a/c -- Dr.		6,000	
	To office supplies a/c			6,000
	(for supplies used)			
v)	Interest Receivable a/c --- Dr.		4,500	
	To Interest Revenue a/c			4,500
	(For interest revenue earned but not yet received)			
vi)	Cash a/c --- Dr.		3,000	
	To Advance Service Revenue a/c			3,000
	(For advance service revenue earned)			
	Total		42,500	42,500

SQ-20)

Apex Tours & Travels Ltd.
Adjusted Trial Balance
As on 31st Chaitra, 2077

SN	Particulars	Unadjusted TB		Adjustments		Adjusted TB	
		Dr.	Cr.	Dr.	Cr.	Dr.	Cr.
1.	Accounts receivable	50,000	-			50,000	
2.	Office equipment	110,000	-		5,000	105,000	
3.	Salaries expenses	250,000	-	1,000	-	251,000	-
4	Advertising expenses	52,000	-			52,000	
5.	Office Rent	23,000	-			23,000	
6.	Notes payable	-	20,000				20,000
7.	Service revenue	-	380,000				380,000
8.	Discount received	-	22,000				22,000
9.	Utilities expenses	30,000	-			30,000	
10.	Cash	30,000	-			30,000	
11.	Accounts payable	-	27,000				27,000
12.	Common stock	-	106,000				106,000
13.	Prepaid Insurance	10,000	-		7200	2800	
	Adjustments						
14.	Insurance expenses (600X12)			7200		7200	
15.	Outstanding salary				1,000		1,000
16.	Accrued Interest on notes			1,000	1,000	1,000	1,000
17.	Depreciation on office equipment			5,000		5,000	
	Total	555,000	555,000	14,200	14,200	557,000	557,000

Date:
Page:

Apex Tours & Travel Ltd.
Adjustment Entries

SN	Particulars	LR	Debit	Credit
i)	Insurance expenses a/c ---Dr.		7200	
	To prepaid insurance a/c			7200
	(For insurance expired @ Rs 600 per month)			
ii)	Salaries expenses a/c ---Dr.		1,000	
	To outstanding salary a/c			1,000
	(For outstanding salaries expenses)			
iii)	Interest on notes payable expenses a/c --Dr.		1,000	
	To Interest payable a/c			1,000
	(For interest on notes payable accrued)			
iv)	Depreciation a/c ---Dr.		5,000	
	To office Equipment a/c			5,000
	(For annual depreciation on office equipment)			
	Total		14,200	14,200

Date: ....
Page: ....

SQ-21)

Ace consulting inc.
Adjusted Trial Balance
As on 30th June, 2018

SN	Particulars	Unadjusted TB		Adjustments		Adjusted TB	
		Dr.	Cr.	Dr.	Cr.	Dr.	Cr.
1.	Cash	6,320				6320	
2.	Accounts Receivable	14,600		4600		19200	
3.	Office supplies on hand	800			250	550	
4.	Prepaid rent	4,800			400	4,400	
5.	Furniture and fixture	18,000			375	17,625	
6.	Accumulated depreciation		5,625				5625
7.	Accounts payable		5,200				5200
8.	Capital stock		10,000				10,000
9.	Retained earnings		17,955				17,955
10.	Consulting revenue		12,340				12,340
11.	Utility expenses	4,100				4100	
12.	Salaries expenses	2,500		2,380		4,880	
	Adjustments						
14.	Salary payable				2,380		2,380
15.	Office Supplies expenses			250		250	
16.	Depreciation on furniture & fixture			375		375	
17.	Rent expenses			400		400	
18.	Consulting service income receivable				4600		4600
	Total	51,120	51,120	8,005	8,005	58,100	58,100

Date: ....
Page: ....

Ace Consulting inc.
Adjusting Entries

SN	Particulars	PR	Debit	Credit
i)	Salaries expenses a/c - - - Dr.		2,380	
	To Salary payable a/c			2,380
	(For salary accrued at the end)			
ii)	Office supplies expenses a/c - - - Dr.		250	
	To office supplies a/c			250
	(For office supplies used)			
iii)	Depreciation a/c - - - Dr.		375	
	To furniture and fixture a/c			375
	(For depreciation on furniture and fixture)			
iv)	Rent expenses a/c - - - Dr.		400	
	To prepaid rent a/c			400
	(For rent expenses)			
v)	Accounts Receivable a/c - - - Dr.		4,600	
	To Consulting service income a/c			4,600
	(For consulting service rendered but cash not received)			
	Total		8,005	8,005

SQ-22)

Touchwood Furniture Mart
Adjusted Trial Balance
As on ~~1st January, 2019~~ 31st March, 2019

SN	Particulars	Unadjusted TB		Adjustments		Adjusted TB	
		Dr.	Cr.	Dr.	Cr.	Dr.	Cr.
1.	Cash	12,400				12,400	
2.	Accounts Receivable	5,620				5,620	
3.	Supplies	1,050			800	250	
4.	Prepaid insurance	2,400			1200	1200	
5.	Equipment	30,000				30,000	
6.	Notes payable		10,000				10,000
7.	Accounts payable		12,350				12,350
8.	Common stock		20,000				20,000
9.	Dividends	600				600	
10.	Fees Earned		13620	~~750~~	750		14370
11.	Salaries Expenses	1,200				1,200	
12.	Travel Expenses	1,300				1,300	
13.	Rent Expenses	1,200				1,200	
14.	Miscellaneous Expenses	200				200	
	Adjustments						
15.	Supplies ~~on hand~~ expenses			800		800	
16.	Depreciation			1,600	1,600	1,600	1,600
17.	Interest expenses			300	300	300	300
18.	Insurance expenses			1200		1200	
19.	Fees Receivable ~~Receivable Earned~~			750	~~750~~	750	~~750~~
	Total	55,970	55,970	4,650	4,650	58,620	58,620

Touchwood Furniture Mart

Closing Entries

SN	Particulars	PR	Debit	Credit
	Fees Earned a/c --- Dr.		14,370	
	To Income Summary a/c			14,370
	(For closing entries of revenue accounts)			
	Income Summary a/c --- Dr.		7800	
	To salaries expenses a/c			1,200
	To Travel expenses a/c			1,300
	To Rent expenses a/c			1,200
	To Miscellaneous expenses a/c			200
	To supplies expenses			800
	To Depreciation a/c			1600
	To Interest expenses a/c			300
	To Insurance expenses a/c			1200
	(For closing entries of expenses accounts)			
	Income summary a/c --- Dr.		6,570	
	To Retained Earnings a/c			6,570
	(For closing entries of income summary account)			
	Retained Earnings a/c --- Dr.		600	
	To Dividend a/c			600
	(For closing entries of dividend accounts)			
	Total		29,340	29,340

Date: ....
Page: ....

LQ-1)

Journal Entries in the books of Fishtail Services Company

Date	Particulars	PR	Debit	Credit
1-6	Cash a/c --- Dr.		20,000	
	Bank a/c --- Dr.		100,000	
	To capital a/c			120,000
	(Being began business by cash and bank balance)			
4-6	Office supplies a/c ---Dr.		10,000	
	To accounts payable a/c			10,000
	(Being purchased office supplies)			
6-6	Prepaid rent a/c --- Dr.		2,000	
	To cash a/c			2,000
	(Being paid two months rent in advance)			
7-6	Office equipment a/c -- Dr.		12,000	
	To Bank a/c			12,000
	(Being purchased office equipment by cheque)			
8-6	Cash a/c ---- Dr.		20,000	
	To service revenue a/c			20,000
	(Being cash received for services performed)			
14-6	Advertisement a/c --- Dr.		2,000	
	To cash a/c			2,000
	(Being cash paid for advertisement)			

17-6	Cash a/c ---- Dr.		15,000	
	To service revenue a/c			15,000
	(Being cash received for providing services)			
~~12~~23-6	Salary a/c ---- Dr.		1,500	
	To cash a/c			1500
	(Being salary paid to assistant)			
28-6	Dividend a/c ---- Dr.		2,500	
	To cash a/c			2500
	(Being declared and paid dividend)			
30-6	Electricity expenses a/c -- Dr.		1,000	
	To cash a/c			1,000
	(Being electricity charges paid)			
	Total		186,000	186,000

T- accounts

Cash

~~120,0~~20,000	1-6	6-6	2,000
20,000	8-6	14-6	2,000
15,000	17-6	23-6	1,500
		28-6	2,500
		30-6	1,000
balance: 46,000			

Date: ....
Page: ....

Bank

100,000 1-6	7-6 12,000
balance: 88,000	

Service Revenue

	8-6 20,000
	17-6 15,000
	balance: 35,000

Fishtail Services Company
Trial Balance
As on June 2020.

SN	Account Head	Debit	Credit
1.	Cash Account	46,000	
2.	Bank Account	88,000	
3.	Capital Account		120,000
4.	Office supplies Account	10,000	
5.	Accounts payable Account		10,000
6.	Prepaid Rent Account	2,000	
7.	Office Equipment Account	12,000	
8.	Service Revenue Account		35,000
9.	Advertisement Account	2,000	
10.	Salary Account	1,500	
11.	Dividend Account	2,500	
12.	Electricity expenses Account	1,000	
	Total	165,000	165,000

Date:

Page:

(Q-2)

Journal Entries in the books of Access Marketing Ltd.

Date	Particulars	PR	Debit	Credit
1-8	Bank a/c ---- Dr.		35,000	
	To capital a/c			35,000
	(Being began business with bank balance)			
3-8	Office equipment a/c --- Dr.		12,000	
	To accounts payable a/c			12,000
	(Being purchased office equipment on credit)			
4-8	~~Office~~ Rent a/c --- Dr.		2,000	
	To Bank a/c			2,000
	(Being paid office rent through cheque)			
6-8	Office supplies a/c --- Dr.		1,500	
	To Bank a/c			1500
	(Being office supplies purchased and paid by cheque)			
7-8	Accounts receivable a/c --- Dr.		8,300	
	To service revenue a/c			8,300
	(Being billed customer for service provided)			
10-8	Cash a/c ---- Dr.		2,600	
	To Advance Income a/c			2,600
	(Being cash received for service to provide later)			

Date : ....
Page: ....

17-8	Cash alc --- Dr.		6,900	
	To service revenue alc			6900
	(Being received cash for service provided)			
22-8	Cash alc --- Dr.		8,000	
	Discount allowed alc ---Dr.		300	
	To Accounts Receivable alc			8,300
	(Being collected cash from customers billed on 7th August in full settlement)			
27-8	Telephone expenses alc ---Dr.		2,000	
	To cash alc			2,000
	(Being telephone expenses paid)			
	Total		78,600	78,600

T-accounts

Bank

35,000	1-8	4-8	2,000
balance: 31,500		6-8	1,500

Accounts Receivable

8,300	7-8	22-8	8,000
balance: 0		22-8	300

Service Revenue

	7-8	8300
	17-8	6,900
	balance: 15,200	

Date:
Page:

Cash			
2,600	10-8	27-8	2000
6,900	17-8		
8000	22-8		
balance: 15,500			

Access Marketing Ltd.
Trial Balance
As on 31st August

SN	Account Head	Debit	Credit
1.	Bank Account	31,500	
2.	Capital Account		35,000
3.	Office Equipment Account	12,000	
4.	Account Payable Account		12,000
5.	Rent Account	2,000	
6.	Office Supplies Account	1,500	
7.	Account Receivable Account	0	
8.	Service Revenue Account		15,200
9.	Advance Income Account		2,600
10.	Cash Account	15,500	
11.	Discount allowed Account	300	
12.	Telephone expenses Account	2,000	
	Total	64,800	64,800

Date: ....
Page: ....

LQ-3)

Journal Entries in the books of ------

Date	Particulars	PR	Debit	Credit
1-1	Cash a/c --- Dr.		400,000	
	To capital a/c			400,000
	(Being started business with cash)			
3-1	Bank a/c --- Dr.		200,000	
	To cash a/c			200,000
	(Being cash deposited into bank)			
4-1	Cash a/c --- Dr.		100,000	
	To 10% promissory notes a/c			100,000
	(Being signed 10% promissory notes with bank and cash received)			
9-1	Cash a/c --- Dr.		50,000	
	To sales a/c			50,000
	(Being goods sold)			
13-1	Office supplies a/c --- Dr.		40,000	
	To Accounts payable a/c			40,000
	(Being purchased office supplies on account)			
15-1	Office Equipment a/c --- Dr.		100,000	
	To Accounts payable a/c			100,000
	(Being purchased office equipments on credit)			

Date: ....
Page: ....

17-1	Furniture alc ---- Dr.	80,000	
	To Bank alc		80,000
	(Being purchased furniture and paid by cheque)		
20-1	Advertisement alc ----Dr.	5,000	
	To cash alc		5,000
	(Being paid to an advertisement agency for advertisement)		
23-1	Accounts Receivable alc ---Dr.	200,000	
	Cash alc ----- Dr.	50,000	
	To sales alc		250,000
	(Being goods sold on cash and account)		
27-1	Accounts payable alc ---Dr.	40,000	
	To Bank alc		38,000
	To Discount received alc		2,000
	(Being settled the amount of office supplies after receiving 5% discount by cheque)		
29-1	Cash alc ---- Dr.	195,000	
	Discount allowed alc --- Dr.	5,000	
	To Accounts Receivable alc		200,000
	(Being customer settled debt in full settlement)		
31-1	Rent alc --- Dr.	20,000	
	Salary alc ---Dr.	35,000	
	To Bank alc		55,000
	(Being Rent and salary paid by cheque)		
	Total	1,520,000	1520000

T-accounts

Cash

400,000	1-1	3-1	200,000
100,000	4-1	20-1	5,000
50,000	9-1		
50,000	23-1		
195,000	29-1		
balance : 590,000			

Bank

200,000	3-1	17-1	80,000
		27-1	38,000
		31-1	55,000
balance : 27,000			

Sales

		9-1	50,000
		23-1	250,000
		balance : 300,000	

Accounts Payable

40,000	27-1	13-1	40,000
		15-1	100,000
		balance : 100,000	

Accounts Receivable

200,000	23-1	29-1	200,000
balance : 0			

Date: ....
Page: ....

.... Company
Trial Balance
As on ....

SN	Account Head	Debit	Credit
1.	Cash Account	590,000	
2.	Capital Account		400,000
3.	Bank Account	27,000	
4.	10% promissory notes Account		100,000
5.	Sales Account		300,000
6.	Office supplies Account	40,000	
7.	Accounts Payable Account		100,000
8.	Office Equipment Account	100,000	
9.	Furniture Account	80,000	
10.	Advertisement Account	5,000	
11.	Accounts Receivable Account	0	
12.	Discount Received Account		2,000
13.	Discount Allowed Account	5,000	
14.	Rent Account	20,000	
15.	Salary Account	35,000	
	Total	902,000	902,000

Date: ....

Page: ....

LQ-4) Journal Entries in the books of ------

SN	Particulars	PR	Debit	Credit
i)	Cash a/c ---- Dr.		300,000	
	Bank a/c --- Dr.		200,000	
	To capital a/c			500,000
	(Being started business with cash and bank balance)			
ii)	Purchase a/c --- Dr.		80,000	
	To cash a/c			24,000
	To Kamal Store a/c			56,000
	(Being purchased goods from Kamal store and paid 30%.)			
iii)	Office Equipment a/c --- Dr.		40,000	
	To Bank a/c			40,000
	(Being office equipment purchased and paid by cheque)			
iv)	Office Expenses a/c --- Dr.		20,000	
	To Bank a/c			20,000
	(Being office expenses paid by cheque)			
v)	Cash a/c ---- Dr.		300,000	
	Sandip Traders a/c --- Dr.		100,000	
	To Sales a/c			400,000
	(Being sold goods on credit & cash to Sandip Traders)			

Date: ....
Page: ....

vi)	Bank a/c --- Dr.		60,000	
	To cash a/c			60,000
	(Being cash deposited into bank)			
vii)	Kamal Store a/c --- Dr.		56,000	
	To cash a/c			53,200
	To Discount received a/c			2,800
	(Being credit purchase of Kamal Store settled after receiving 5% discount)			
viii)	Cash a/c --- Dr.		95,000	
	Discount allowed a/c ---Dr.		5,000	
	To Sandip Traders a/c			100,000
	(Being cash received from Sandip Traders after 5% discount)			
ix)	Cash a/c --- Dr.		10,000	
	Drawing a/c ---Dr.		15,000	
	To Bank a/c			25,000
	(Being cash withdrawn from bank for office use and personal use)			
x)	Cash a/c --- Dr.		20,000	
	To commission a/c			20,000
	(Being commission received)			
xi)	Insurance premium a/c --- Dr.		15,000	
	To cash a/c			15,000
	(Being insurance premium paid)			
	Total		1,316,000	1316000

Date: ....
Page: ....

I-accounts

Cash

300,000	i)	ii)	24,000
300,000	v)	vi)	60,000
95,000	viii)	vii)	53,200
10,000	ix)	xi)	15,000
20,000	x)		

balance : 572,800

Bank

200,000	i)	iii)	40,000
60,000	vi)	iv)	20,000
		ix)	25,000

balance : 175,000

---- Company
Trial Balance
As on - - - - -

SN	Account Head	Debit	Credit
1.	Cash Account	572,800	
2.	Bank Account	175,000	
3.	Capital Account		500,000
4.	Purchase Account	80,000	
5.	Kamal store Account	-	-
6.	Office Equipment Account	40,000	
7.	Office Expenses Account	20,000	
8.	Sandip Traders Account	-	-
9.	Sales Account		400,000
10.	Discount received Account		2800
11.	Discount allowed Account	5,000	
12.	Drawing Account	15,000	
13.	Commission Account		20,000
14	Insurance Premium Account	18,000	
	Total	922,800	922,800

Date:
Page:

(Q-5)

----- Company
Journal Entries

Date	Particulars	PR	Debit	Credit
1-10	Cash a/c ----- Dr.		400,000	
	Bank a/c ---- Dr.		100,000	
	To capital a/c			500,000
	(Being commenced business by investing cash and bank balance)			
5-10	Salary a/c --- Dr.		20,000	
	To cash a/c			15,000
	To Bank a/c			5,000
	(Being salary paid including cheque)			
8-10	Office Equipments a/c ---Dr.		25,000	
	To cash a/c			25,000
	(Being office equipments purchased)			
10-10	Office supplies a/c --- Dr.		5,000	
	To Accounts Payable a/c			5,000
	(Being purchased office supplies on account)			
12-10	Cash a/c ---- Dr.		15,000	
	To service revenue a/c			15,000
	(Being cash received for providing service to client)			

Date:
Page:

17-10	Advertisement a/c --- Dr. To cash a/c (Being paid for advertisement)	1,500	1,500
18-10	Commission a/c --- Dr. To cash a/c (Being commission paid)	2,000	2,000
20-10	Accounts Receivable a/c --- Dr. To service Revenue a/c (Being billed to client for providing services)	10,000	10,000
21-10	Rent a/c --- Dr. Prepaid Rent a/c --- Dr. To cash a/c (Being rent and advance rent paid to landlord)	20,000 10,000	30,000
24-10	Utility expenses a/c --- Dr. To cash a/c (Being electricity and water charges paid)	500	500
26-10	Cash a/c --- Dr. To Accounts Receivable a/c (Being received part payment from client billed on 20-10)	7,000	7,000
30-10	Dividend a/c --- Dr. To Bank a/c (Being dividend paid)	10,000	10,000
	Total	626,000	626,000

T-accounts

Cash

400,000	1-10	5-10	15,000
15,000	12-10	8-10	25,000
7,000	26-10	17-10	1,500
		18-10	2,000
		21-10	30,000
balance : 346,000		24-10	500
		~~26-10~~	

Bank

100,000	1-10	5-10	5,000
		30-10	10,000
balance : 85,000			

Service Revenue

		12-10	15,000
		20-10	10,000
		balance : 25,000	

Accounts Receivable

10,000	20-10	26-10	7,000
balance : 3000			

------ Company

Trial Balance

As on 31st October

SN	Account Head	Debit	Credit
1.	Cash Account	348,000	
2.	Bank Account	85,000	
3.	Capital Account		500,000
4.	Salary Account	20,000	
5.	Office Equipment Account	25,000	
6.	Office Supplies Account	5,000	
7.	Accounts Payable Account		5,000
8.	Service Revenue Account		25,000
9.	Advertisement Account	1,500	~~1,50~~
10.	Commission Account	2,000	
11.	Accounts Receivable Account	3000	
12.	Rent Account	20,000	
13.	Prepaid Rent Account	10,000	
14.	Utility expenses Account	500	
15.	Dividend Account	10,000	
	Total	530,000	530,000