

**Q.1 Prepare a Trial Balance with the following information:**

| Sl. No | Name of Account | Balance (₹) | Sl. No | Name of Account | Balance (₹) |
|--------|-----------------|-------------|--------|-----------------|-------------|
| (i)    | Capital         | 2,00,000    | (ii)   | Stock           | 70,000      |
| (iii)  | Cash            | 1,80,000    | (iv)   | Debtors         | 3,00,000    |
| (v)    | Creditors       | 1,00,000    | (vi)   | Bank Loan       | 1,50,000    |
| (vii)  | Sales           | 3,00,000    | (viii) | Purchases       | 2,00,000    |

The solution can be represented as follows

**Trial Balance**

| Sl.No. | Account Title | Debit Balance (₹) | Credit Balance (₹) |
|--------|---------------|-------------------|--------------------|
| (i)    | Capital       |                   | 2,00,000           |
| (ii)   | Stock         | 70,000            |                    |
| (iii)  | Cash          | 1,80,000          |                    |
| (iv)   | Debtors       | 3,00,000          |                    |
| (v)    | Creditors     |                   | 1,00,000           |
| (vi)   | Bank Loan     |                   | 1,50,000           |
| (vii)  | Sales         |                   | 3,00,000           |
| (viii) | Purchases     | 2,00,000          |                    |
|        |               | 7,50,000          | 7,50,000           |
|        |               |                   |                    |

**Q.2 Journalise the following transactions, post them into Ledger and prepare a Trial Balance:**

| 2019     |                                    | (₹)      | 2019     |                                | (₹)   |
|----------|------------------------------------|----------|----------|--------------------------------|-------|
| April 1  | Mohan commenced business with cash | 1,00,000 | April 20 | Received cash from Gopal       | 3,950 |
| April 3  | Bought goods                       | 5,000    |          | Discount Allowed               | 50    |
| April 4  | Sold goods to Gopal                | 4,000    | April 25 | Paid wages                     | 700   |
| April 10 | Bought goods from Ram              | 8,000    | April 27 | Paid to Ram in full settlement | 7,700 |
| April 15 | Paid trade expenses                | 2,000    | April 30 | Paid rent                      | 1,500 |

The solution can be represented as follows

**Books of Mohan**  
**Journal**

| Date   | Particular  | L.F. | Debit<br>Amount<br>(₹) | Credit<br>Amount<br>(₹) |
|--------|---|------|------------------------|-------------------------|
| 2019   |   |      |                        |                         |
| Apr-01 | Cash A/c<br>To Capital A/c<br>(Commenced business with Cash)                                    |      | 1,00,000               | 1,00,000                |
| Apr-03 | Purchases A/c<br>To Cash A/c<br>(Bought goods)  |      | 5,000                  | 5,000                   |
| Apr-04 | Gopal<br>To Sales A/c<br>(Goods Sold to Gopal)  |      | 4,000                  | 4,000                   |
| Apr-10 | Purchases A/c<br>To Ram<br>(Bought goods from Ram)  |      | 8,000                  | 8,000                   |
| Apr-15 | Trade Expenses A/c<br>To Cash A/c<br>(Paid trade expenses)                                      |      | 2,000                  | 2,000                   |
| Apr-20 | Cash A/c<br>Discount Allowed A/c<br>To Gopal<br>(Cash received from Gopal and discount allowed) |      | 3,950<br>50            | 4,000                   |
| Apr-25 | Wages A/c<br>To Cash<br>(Paid Wages)  |      | 700                    | 700                     |
| Apr-27 | Ram<br>To Cash A/c<br>To Discount Received A/c<br>(Paid to Ram and discount received from him)  |      | 8,000                  | 7,700<br>300            |
| Apr-30 | Rent A/c<br>To Cash A/c<br>(Paid Rent)  |      | 1,500                  | 1,500                   |

**Cash Account**

| Dr.    |             |      |            | Cr.    |                |      |            |
|--------|-------------|------|------------|--------|----------------|------|------------|
| Date   | Particulars | J.F. | Amount (₹) | Date   | Particulars    | J.F. | Amount (₹) |
| 2019   |             |      |            | 2019   |                |      |            |
| Apr-01 | Capital     |      | 1,00,000   | Apr-03 | Purchases      |      | 5,000      |
| Apr-20 | Gopal       |      | 3,950      | Apr-15 | Trade Expenses |      | 2,000      |
|        |             |      |            | Apr-25 | Wages          |      | 700        |
|        |             |      |            | Apr-27 | Ram            |      | 7,700      |
|        |             |      |            | Apr-30 | Rent           |      | 1,500      |
|        |             |      |            |        | Balance c/d    |      | 87,050     |
|        |             |      | 1,03,950   |        |                |      | 1,03,950   |
|        |             |      |            |        |                |      |            |

**Capital Account**

| Dr.    |             |      |            | Cr.    |             |      |            |
|--------|-------------|------|------------|--------|-------------|------|------------|
| Date   | Particulars | J.F. | Amount (₹) | Date   | Particulars | J.F. | Amount (₹) |
| 2019   |             |      |            | 2019   |             |      |            |
| Apr-30 | Balance c/d |      | 1,00,000   | Apr-01 | Cash        |      | 1,00,000   |
|        |             |      | 1,00,000   |        |             |      | 1,00,000   |
|        |             |      |            |        |             |      |            |

### Purchases Account

| Dr.    |             |      |            | Cr.    |             |      |            |
|--------|-------------|------|------------|--------|-------------|------|------------|
| Date   | Particulars | J.F. | Amount (₹) | Date   | Particulars | J.F. | Amount (₹) |
| 2019   |             |      |            | 2019   |             |      |            |
| Apr-03 | Cash        |      | 5,000      | Apr-30 | Balance c/d |      | 13,000     |
| Apr-10 | Ram         |      | 8,000      |        |             |      |            |
|        |             |      | 13,000     |        |             |      | 13,000     |
|        |             |      |            |        |             |      |            |

### Sales Account

| Dr.    |             |      |            | Cr.    |             |      |            |
|--------|-------------|------|------------|--------|-------------|------|------------|
| Date   | Particulars | J.F. | Amount (₹) | Date   | Particulars | J.F. | Amount (₹) |
| 2019   |             |      |            | 2019   |             |      |            |
| Apr-30 | Balance c/d |      | 4,000      | Apr-04 | Gopal       |      | 4,000      |
|        |             |      | 4,000      |        |             |      | 4,000      |
|        |             |      |            |        |             |      |            |

### Gopal's' Account

| Dr.    |             |      |            | Cr.    |                  |      |            |
|--------|-------------|------|------------|--------|------------------|------|------------|
| Date   | Particulars | J.F. | Amount (₹) | Date   | Particulars      | J.F. | Amount (₹) |
| 2019   |             |      |            | 2019   |                  |      |            |
| Apr-04 | Sales       |      | 4,000      | Apr-20 | Cash             |      | 3,950      |
|        |             |      |            | Apr-20 | Discount Allowed |      | 50         |
|        |             |      | 4,000      |        |                  |      | 4,000      |
|        |             |      |            |        |                  |      |            |

**Ram's Account**

| Dr.            |                   |      |            | Cr.            |             |      |            |
|----------------|-------------------|------|------------|----------------|-------------|------|------------|
| Date           | Particulars       | J.F. | Amount (₹) | Date           | Particulars | J.F. | Amount (₹) |
| 2019<br>Apr-27 | Cash              |      | 7,700      | 2019<br>Apr-10 | Purchases   |      | 8,000      |
|                | Discount Received |      | 300        |                |             |      |            |
|                |                   |      | 8,000      |                |             |      | 8,000      |
|                |                   |      |            |                |             |      |            |

**Trade Expenses Account**

| Dr.            |             |      |            | Cr.            |             |      |            |
|----------------|-------------|------|------------|----------------|-------------|------|------------|
| Date           | Particulars | J.F. | Amount (₹) | Date           | Particulars | J.F. | Amount (₹) |
| 2019<br>Apr-15 | Cash        |      | 2,000      | 2019<br>Apr-30 | Balance c/d |      | 2,000      |
|                |             |      | 2,000      |                |             |      | 2,000      |
|                |             |      |            |                |             |      |            |

**Discount Received Account**

| Dr.            |             |      |            | Cr.            |             |      |            |
|----------------|-------------|------|------------|----------------|-------------|------|------------|
| Date           | Particulars | J.F. | Amount (₹) | Date           | Particulars | J.F. | Amount (₹) |
| 2019<br>Apr-20 | Balance c/d |      | 300        | 2019<br>Apr-20 | Ram         |      | 300        |
|                |             |      | 300        |                |             |      | 300        |
|                |             |      |            |                |             |      |            |

**Wages Account**

| Dr.            |             |      |            | Cr.            |             |      |            |
|----------------|-------------|------|------------|----------------|-------------|------|------------|
| Date           | Particulars | J.F. | Amount (₹) | Date           | Particulars | J.F. | Amount (₹) |
| 2019<br>Apr-25 | Cash        |      | 700        | 2019<br>Apr-30 | Balance c/d |      | 700        |
|                |             |      | 700        |                |             |      | 700        |
|                |             |      |            |                |             |      |            |

Discount Allowed Account

| Dr.            |             |      |            | Cr.            |             |      |            |
|----------------|-------------|------|------------|----------------|-------------|------|------------|
| Date           | Particulars | J.F. | Amount (₹) | Date           | Particulars | J.F. | Amount (₹) |
| 2019<br>Apr-27 | Gopal       |      | 50         | 2019<br>Apr-01 | Balance c/d |      | 50         |
|                |             |      | 50         |                |             |      | 50         |
|                |             |      |            |                |             |      |            |

Rent Account

| Dr.            |             |      |            | Cr.            |             |      |            |
|----------------|-------------|------|------------|----------------|-------------|------|------------|
| Date           | Particulars | J.F. | Amount (₹) | Date           | Particulars | J.F. | Amount (₹) |
| 2019<br>Apr-30 | Cash        |      | 1,500      | 2019<br>Apr-30 | Balance c/d |      | 1,500      |
|                |             |      | 1,500      |                |             |      | 1,500      |
|                |             |      |            |                |             |      |            |

Trial Balance

| Sl.No. | Account Title     | L.F. | Debit Balance (₹) | Credit Balance (₹) |
|--------|-------------------|------|-------------------|--------------------|
| (i)    | Cash              |      | 87,050            |                    |
| (ii)   | Capital           |      |                   | 1,00,000           |
| (iii)  | Sales             |      |                   | 4,000              |
| (iv)   | Trade Expenses    |      | 2,000             |                    |
| (v)    | Discount Received |      |                   | 300                |
| (vi)   | Wages             |      | 700               |                    |
| (vii)  | Discount Allowed  |      | 50                |                    |
| (viii) | Rent              |      | 1,500             |                    |
| (ix)   | Purchases         |      | 13,000            |                    |
|        |                   |      | 1,04,300          | 1,04,300           |
|        |                   |      |                   |                    |

**Q.3 Prepare the Trial Balance of Ankit as on 31st March, 2019. He has omitted to open a Capital Account:**

|                  | ₹        |               | ₹        |
|------------------|----------|---------------|----------|
| Bank Overdraft   | 85,000   | Purchases     | 4,45,000 |
| Sales            | 8,10,000 | Cash in Hand  | 8,500    |
| Purchases Return | 22,500   | Creditors     | 2,15,000 |
| Debtors          | 4,00,500 | Sales Return  | 15,750   |
| Wages            | 96,000   | Equipment     | 25,000   |
| Capital          | ?        | Opening Stock | 3,00,500 |

The solution can be presented as follows

**Trial Balance  
as on March 31, 2019**

| Sl.No. | List of Items              | Debit Balances   | Credit Balances  |
|--------|----------------------------|------------------|------------------|
| 1      | Bank Overdraft             |                  | 85,000           |
| 2      | Sales                      |                  | 8,10,000         |
| 3      | Purchases Return           |                  | 22,500           |
| 4      | Debtors                    | 4,00,500         |                  |
| 5      | Wages                      | 96,000           |                  |
| 6      | Capital (balancing figure) |                  | 1,58,750         |
| 7      | Purchases                  | 4,45,000         |                  |
| 8      | Cash in hand               | 8,500            |                  |
| 9      | Creditors                  |                  | 2,15,000         |
| 10     | Sales Return               | 15,750           |                  |
| 11     | Equipment                  | 25,000           |                  |
| 12     | Opening Stock              | 3,00,500         |                  |
|        | <b>Total</b>               | <b>12,91,250</b> | <b>12,91,250</b> |



Q.4 Prepare a Trial Balance from the following items:

|               |        |                   |        |
|---------------|--------|-------------------|--------|
|               | ₹      |                   | ₹      |
| Capital       | 24,000 | Building          | 12,000 |
| Opening Stock | 8,500  | Returns Inward    | 1,900  |
| Furniture     | 2,600  | Returns Outward   | 350    |
| Purchases     | 8,950  | Trade Expenses    | 1,000  |
| Cash          | 7,300  | Discount Received | 970    |
| Carriage      | 300    | Salary            | 3,000  |
| Sales         | 22,500 | Office Rent       | 2,270  |

The solution can be presented as follows

**Trial Balance**  
as on March 31, 2019

| Sl.No. | List of Items     | Debit Balances | Credit Balances |
|--------|-------------------|----------------|-----------------|
| 1      | Capital           |                | 24,000          |
| 2      | Opening Stock     | 8,500          |                 |
| 3      | Furniture         | 2,600          |                 |
| 4      | Purchases         | 8,950          |                 |
| 5      | Cash              | 7,300          |                 |
| 6      | Carriage          | 300            |                 |
| 7      | Sales             |                | 22,500          |
| 8      | Building          | 12,000         |                 |
| 9      | Returns Inward    | 1,900          |                 |
| 10     | Returns Outwards  |                | 350             |
| 11     | Trade Expenses    | 1,000          |                 |
| 12     | Discount Received |                | 970             |
| 13     | Salary            | 3,000          |                 |
| 14     | Office Rent       | 2,270          |                 |
|        | <b>Total</b>      | <b>47,820</b>  | <b>47,820</b>   |

**Q.5** The following are the balances extracted from the books of Mr. A. Mukhopadhyay. Prepare a Trial Balance as on 31st March, 2019:

|                  | ₹        |                     | ₹      |
|------------------|----------|---------------------|--------|
| Cash             | 2,000    | Sundry Creditors    | 40,000 |
| Capital          | 80,000   | Investment          | 8,000  |
| Purchases        | 85,000   | Plant and Machinery | 15,000 |
| Sales            | 1,08,400 | Building            | 20,000 |
| Purchases Return | 6,000    | Furniture           | 6,000  |
| Sales Return     | 4,000    | Electricity         | 700    |
| Transportation   | 1,800    | Postage             | 400    |
| Discount Allowed | 500      | Drawings            | 8,000  |
| Printing         | 5,000    | Salaries            | 6,000  |
| Sundry Debtors   | 70,000   | Travelling Expenses | 2,000  |
| Input CGST A/c   | 2,500    | Output CGST A/c     | 1,500  |
| Input SGST A/c   | 2,500    | Output SGST A/c     | 1,500  |
| Input IGST A/c   | 4,000    | Output IGST A/c     | 6,000  |

The solution can be presented as follows

**Trial Balance**  
**as on March 31, 2019**

| Sl.No. | List of Items       | Debit Balances  | Credit Balances |
|--------|---------------------|-----------------|-----------------|
| 1      | Cash                | 2,000           |                 |
| 2      | Capital             |                 | 80,000          |
| 3      | Purchases           | 85,000          |                 |
| 4      | Sales               |                 | 1,08,400        |
| 5      | Purchases Return    |                 | 6,000           |
| 6      | Sales Return        | 4,000           |                 |
| 7      | Transportation      | 1,800           |                 |
| 8      | Discount Allowed    | 500             |                 |
| 9      | Printing            | 5,000           |                 |
| 10     | Sundry Debtors      | 70,000          |                 |
| 11     | Input CGST A/c      | 2,500           |                 |
| 12     | Input SGST A/c      | 2,500           |                 |
| 13     | Input IGST A/c      | 4,000           |                 |
| 14     | Sundry Creditors    |                 | 40,000          |
| 15     | Investments         | 8,000           |                 |
| 16     | Plant & Machinery   | 15,000          |                 |
| 17     | Building            | 20,000          |                 |
| 18     | Furniture           | 6,000           |                 |
| 19     | Electricity         | 700             |                 |
| 20     | Postage             | 400             |                 |
| 21     | Drawings            | 8,000           |                 |
| 22     | Salaries            | 6,000           |                 |
| 23     | Travelling Expenses | 2,000           |                 |
| 24     | Output CGST A/c     |                 | 1,500           |
| 25     | Output SGST A/c     |                 | 1,500           |
| 26     | Output IGST A/c     |                 | 6,000           |
|        | <b>Total</b>        | <b>2,43,400</b> | <b>2,43,400</b> |

**Q.6** From the following information, prepare a Trial Balance of M/s. Prayag for the year ended 31st March, 2019:

|                        | ₹        |                        | ₹        |
|------------------------|----------|------------------------|----------|
| Capital Accounts       | 1,25,000 | Sales                  | 1,54,500 |
| Furniture and Fittings | 6,400    | Bank (Cr. Balance)     | 28,500   |
| Motor Car              | 62,500   | Purchase Returns       | 1,250    |
| Buildings              | 75,000   | Commission (Cr.)       | 3,750    |
| Total Debtors          | 38,000   | Sales Return           | 2,000    |
| Total Creditors        | 25,000   | Advertisement          | 2,500    |
| Bad Debts              | 1,250    | Interest Account (Dr.) | 1,180    |
| Stock (1st April 2018) | 34,600   | Cash Balance           | 6,500    |
| Purchases              | 54,750   | Insurance and Taxes    | 12,500   |
| Input IGST A/c         | 3,000    | Salaries               | 40,820   |
| Output CGST A/c        | 1,500    | Output SGST A/c        | 1,500    |

The solution can be presented as follows

**Trial Balance**  
**as on March 31, 2019**

| Sl.No. | List of Items          | Debit Balances  | Credit Balances |
|--------|------------------------|-----------------|-----------------|
| 1      | Capital Accounts       |                 | 1,25,000        |
| 2      | Furniture & Fittings   | 6,400           |                 |
| 3      | Motor Car              | 62,500          |                 |
| 4      | Buildings              | 75,000          |                 |
| 5      | Total Debtors          | 38,000          |                 |
| 6      | Total Creditors        |                 | 25,000          |
| 7      | Bad Debts              | 1,250           |                 |
| 8      | Opening Stock          | 34,600          |                 |
| 9      | Purchases              | 54,750          |                 |
| 10     | Input IGST A/c         | 3,000           |                 |
| 11     | Output CGST A/c        |                 | 1,500           |
| 12     | Sales                  |                 | 1,54,500        |
| 13     | Bank Overdraft         |                 | 28,500          |
| 14     | Purchases Return       |                 | 1,250           |
| 15     | Commission (Cr.)       |                 | 3,750           |
| 16     | Sales Return           | 2,000           |                 |
| 17     | Advertisement          | 2,500           |                 |
| 18     | Interest Account (Dr.) | 1,180           |                 |
| 19     | Cash Balance           | 6,500           |                 |
| 20     | Insurance & Tax        | 12,500          |                 |
| 21     | Salaries               | 40,820          |                 |
| 22     | Output SGST A/c        |                 | 1,500           |
|        | <b>Total</b>           | <b>3,41,000</b> | <b>3,41,000</b> |

**Q.7** From the following balances extracted from the Ledger of Sri Narugopal, prepare Trial Balance as on 31st March, 2019:

|                            |                    |                                   |                   |
|----------------------------|--------------------|-----------------------------------|-------------------|
| <b>Capital</b>             | <b>₹ 75,00,000</b> | <b>Building</b>                   | <b>₹ 7,50,000</b> |
| <b>Plant</b>               | <b>15,00,000</b>   | <b>Stock on 1st April, 2018</b>   | <b>12,50,000</b>  |
| <b>Cash in Hand</b>        | <b>2,500</b>       | <b>Cash at Bank</b>               | <b>5,75,000</b>   |
| <b>Commission Received</b> | <b>1,75,000</b>    | <b>Rates, Taxes and Insurance</b> | <b>30,000</b>     |
| <b>Discount (Dr.)</b>      | <b>55,000</b>      | <b>Discount (Cr.)</b>             | <b>45,000</b>     |
| <b>Purchases Return</b>    | <b>50,000</b>      | <b>Sundry Creditors</b>           | <b>2,50,000</b>   |
| <b>Interest Received</b>   | <b>30,000</b>      | <b>Sales</b>                      | <b>62,50,000</b>  |
| <b>Repairing Charges</b>   | <b>1,25,000</b>    | <b>Book Debts</b>                 | <b>15,00,000</b>  |
| <b>General Expenses</b>    | <b>3,00,000</b>    | <b>Rent</b>                       | <b>62,500</b>     |
| <b>Wages</b>               | <b>5,00,000</b>    | <b>Purchases</b>                  | <b>48,00,000</b>  |
| <b>Furnitures</b>          | <b>1,20,000</b>    | <b>Carriage and Freight</b>       | <b>75,000</b>     |
| <b>Sales Return</b>        | <b>90,000</b>      | <b>Delivery Van</b>               | <b>5,00,000</b>   |
| <b>Loan Advanced</b>       | <b>6,00,000</b>    | <b>Travelling Expenses</b>        | <b>50,000</b>     |
| <b>Office Salaries</b>     | <b>6,25,000</b>    | <b>Drawings</b>                   | <b>6,00,000</b>   |

The solution can be presented as follows

**Trial Balance**  
**as on March 31, 2019**

| Sl.No. | List of Items            | Debit Balances     | Credit Balances    |
|--------|--------------------------|--------------------|--------------------|
| 1      | Capital                  |                    | 75,00,000          |
| 2      | Plant                    | 15,00,000          |                    |
| 3      | Cash in Hand             | 2,500              |                    |
| 4      | Commission Received      |                    | 1,75,000           |
| 5      | Discount (Dr.)           | 55,000             |                    |
| 6      | Purchases Return         |                    | 50,000             |
| 7      | Interest Received        |                    | 30,000             |
| 8      | Repairing Charges        | 1,25,000           |                    |
| 9      | General Expenses         | 3,00,000           |                    |
| 10     | Wages                    | 5,00,000           |                    |
| 11     | Furnitures               | 1,20,000           |                    |
| 12     | Sales Return             | 90,000             |                    |
| 13     | Loan Advanced            | 6,00,000           |                    |
| 14     | Office Salaries          | 6,25,000           |                    |
| 15     | Building                 | 7,50,000           |                    |
| 16     | Opening Stock            | 12,50,000          |                    |
| 17     | Cash at Bank             | 5,75,000           |                    |
| 18     | Rates, Taxes & Insurance | 30,000             |                    |
| 19     | Discount (Cr.)           |                    | 45,000             |
| 20     | Sundry Creditors         |                    | 2,50,000           |
| 21     | Sales                    |                    | 62,50,000          |
| 22     | Book Debts               | 15,00,000          |                    |
| 23     | Rent                     | 62,500             |                    |
| 24     | Purchases                | 48,00,000          |                    |
| 25     | Carriage & Freight       | 75,000             |                    |
| 26     | Delivery Van             | 5,00,000           |                    |
| 27     | Travelling Expenses      | 50,000             |                    |
| 28     | Drawings                 | 6,00,000           |                    |
| 29     | Suspense A/c             | 1,90,000           |                    |
|        | <b>Total</b>             | <b>1,43,00,000</b> | <b>1,43,00,000</b> |

**Q.8** From the following Ledger account balances extracted from the books of R.J. Gupta, prepare a Trial Balance as on 31st March, 2019:

|                                     | ₹        |                   | ₹      |
|-------------------------------------|----------|-------------------|--------|
| Purchases                           | 1,04,000 | Drawings          | 7,950  |
| Sundry Debtors                      | 18,550   | Sundry Creditors  | 8,300  |
| Premises                            | 62,000   | Returns Inward    | 5,360  |
| Sales                               | 1,49,000 | Furniture         | 15,600 |
| Returns Outward                     | 8,900    | Cash in Hand      | 390    |
| Rates and Taxes                     | 780      | Capital           | 85,000 |
| Cash at Bank                        | 1,560    | Factory wages     | 5,830  |
| Carriage Inwards                    | 650      | Carriage Outwards | 260    |
| Salaries                            | 3,900    | Rent Received     | 2,990  |
| Stock (1 <sup>st</sup> April, 2018) | 25,000   | Insurance         | 2,100  |
| Input IGST A/c                      | 5,000    | Bad Debts         | 260    |
| Input CGST A/c                      | 2,500    | Output IGST A/c   | 10,000 |
| Input SGST A/c                      | 2,500    |                   |        |

The solution can be presented as follows



**Trial Balance**  
as on March 31, 2019

| Sl.No.  | Particulars             | L.F. | Debit<br>Balance<br>(₹) | Credit<br>Balance<br>(₹) |
|---------|-------------------------|------|-------------------------|--------------------------|
| (i)     | Purchases               |      | 1,04,000                |                          |
| (ii)    | Sundry Debtors          |      | 18,550                  |                          |
| (iii)   | Premises                |      | 62,000                  |                          |
| (iv)    | Sales                   |      |                         | 1,49,000                 |
| (v)     | Return Outwards         |      |                         | 8,900                    |
| (vi)    | Rates and Taxes         |      | 780                     |                          |
| (vii)   | Cash at Bank            |      | 1,560                   |                          |
| (viii)  | Carriage Inwards        |      | 650                     |                          |
| (ix)    | Salaries                |      | 3,900                   |                          |
| (x)     | Stock (1st April, 2018) |      | 25,000                  |                          |
| (xi)    | Drawings                |      | 7,950                   |                          |
| (xii)   | Sundry Creditors        |      |                         | 8,300                    |
| (xiii)  | Return Inwards          |      | 5,360                   |                          |
| (xiv)   | Furniture               |      | 15,600                  |                          |
| (xv)    | Cash in hand            |      | 390                     |                          |
| (xvi)   | Capital                 |      |                         | 85,000                   |
| (xvii)  | Factory Wages           |      | 5,830                   |                          |
| (xviii) | Carriage Outwards       |      | 260                     |                          |
| (xix)   | Rent Received           |      |                         | 2,990                    |
| (xx)    | Insurance               |      | 2,100                   |                          |
| (xxi)   | Bad Debts               |      | 260                     |                          |
| (xxii)  | Input IGST A/c          |      | 5,000                   |                          |
| (xxiii) | Input CGST A/c          |      | 2,500                   |                          |
| (xxiv)  | Input SGST A/c          |      | 2,500                   |                          |
| (xxv)   | Output IGST A/c         |      |                         | 10,000                   |
|         |                         |      | 2,64,190                | 2,64,190                 |
|         |                         |      |                         |                          |

**Q.9** Following Trial Balance is given but it is not correct. Prepare correct Trial Balance.

| Debit Balances    | Amount<br>(₹) | Credit Balances   | Amount<br>(₹) |
|-------------------|---------------|-------------------|---------------|
| Building          | 3,00,000      | Capital           | 3,68,000      |
| Machinery         | 85,000        | Furniture         | 28,000        |
| Returns Outward   | 13,000        | Sales             | 5,20,000      |
| Bad Debts         | 14,000        | Debtors           | 3,00,000      |
| Cash              | 2,000         | Interest Received | 13,000        |
| Discount Received | 15,000        |                   |               |
| Bank Overdraft    | 50,000        |                   |               |
| Creditors         | 2,50,000      |                   |               |
| Purchases         | 5,00,000      |                   |               |
|                   | 12,29,000     |                   | 12,29,000     |

The solution can be presented as follows

**Trial Balance**  
as on March 31, 2019

| Sl.No. | List of Items     | Debit Balances   | Credit Balances  |
|--------|-------------------|------------------|------------------|
| 1      | Building          | 3,00,000         |                  |
| 2      | Machinery         | 85,000           |                  |
| 3      | Returns Outward   |                  | 13,000           |
| 4      | Bad Debts         | 14,000           |                  |
| 5      | Cash              | 2,000            |                  |
| 6      | Discount Received |                  | 15,000           |
| 7      | Bank Overdraft    |                  | 50,000           |
| 8      | Creditors         |                  | 2,50,000         |
| 9      | Purchases         | 5,00,000         |                  |
| 10     | Capital           |                  | 3,68,000         |
| 11     | Furniture         | 28,000           |                  |
| 12     | Sales             |                  | 5,20,000         |
| 13     | Debtors           | 3,00,000         |                  |
| 14     | Interest Received |                  | 13,000           |
|        | <b>Total</b>      | <b>12,29,000</b> | <b>12,29,000</b> |

Q.10 Redraft correctly the Trial Balance given below:

| Debit Balances      | Amount<br>(₹) | Credit Balances  | Amount<br>(₹) |
|---------------------|---------------|------------------|---------------|
| Capital             | 8,000         | Debtors          | 7,580         |
| Bad Debts Recovered | 250           | Bank Deposits    | 2,750         |
| Creditors           | 1,250         | Discount Allowed | 40            |
| Returns Outward     | 350           | Drawings         | 600           |
| Bank Overdraft      | 1,570         | Returns Inward   | 450           |
| Rent                | 360           | Sales            | 13,690        |
| Salaries            | 850           | Bills Payable    | 1,350         |
| Trade Expenses      | 300           | Grant Received   | 1,000         |
| Cash in Hand        | 210           |                  |               |
| Opening Stock       | 2,450         |                  |               |
| Purchases           | 11,870        |                  |               |
|                     | 27,460        |                  | 27,460        |
|                     |               |                  |               |

The solution can be presented as follows

**Trial Balance**  
**as on March 31, 2019**

| Sl.No. | List of Items       | Debit Balances | Credit Balances |
|--------|---------------------|----------------|-----------------|
| 1      | Capital             |                | 8,000           |
| 2      | Bad Debts Recovered |                | 250             |
| 3      | Creditors           |                | 1,250           |
| 4      | Returns Outward     |                | 350             |
| 5      | Bank Overdraft      |                | 1,570           |
| 6      | Rent                | 360            |                 |
| 7      | Salaries            | 850            |                 |
| 8      | Trade Expenses      | 300            |                 |
| 9      | Cash in Hand        | 210            |                 |
| 10     | Opening Stock       | 2,450          |                 |
| 11     | Purchases           | 11,870         |                 |
| 12     | Debtors             | 7,580          |                 |
| 13     | Bank Deposits       | 2,750          |                 |
| 14     | Discount Allowed    | 40             |                 |
| 15     | Drawings            | 600            |                 |
| 16     | Returns Inward      | 450            |                 |
| 17     | Sales               |                | 13,690          |
| 18     | Bills Payable       |                | 1,350           |
| 19     | Grants Received     |                | 1,000           |
|        | <b>Total</b>        | <b>27,460</b>  | <b>27,460</b>   |

Q.11 Correct the following Trial Balance:

| Debit Balances   | ₹        | Credit Balances          | ₹        |
|------------------|----------|--------------------------|----------|
| Opening Stock    | 1,02,600 | Debtors                  | 45,000   |
| Returns Outward  | 48,000   | Carriage Outwards        | 15,000   |
| Salaries         | 36,000   | Capital                  | 1,65,600 |
| Creditors        | 84,000   | Machinery                | 54,000   |
| Bank             | 1,35,000 | Returns Inward           | 9,000    |
| Carriage Inwards | 18,000   | Insurance Claim Received | 12,000   |
| Rent Received    | 9,000    | Trade Expenses           | 18,000   |
| Discount Allowed | 6,000    | Sales                    | 4,20,000 |
| Purchases        | 3,00,000 | Building                 | 60,000   |
| Bills Payable    | 60,000   |                          |          |
|                  | 7,98,600 |                          | 7,98,600 |

The solution can be presented as follows

Corrected Trial Balance

| Debit             | Amount (₹) | Credit            | Amount (₹) |
|-------------------|------------|-------------------|------------|
| Opening Stock     | 1,02,600   | Creditors         | 84,000     |
| Return Inwards    | 9,000      | Rent Received     | 9,000      |
| Salaries          | 36,000     | Bills Payable     | 60,000     |
| Bank              | 1,35,000   | Capital           | 1,65,600   |
| Carriage Inward   | 18,000     | Return Outwards   | 48,000     |
| Discount Allowed  | 6,000      | Discount Received | 12,000     |
| Purchases         | 3,00,000   | Sales             | 4,20,000   |
| Debtors           | 45,000     |                   |            |
| Carriage Outwards | 15,000     |                   |            |
| Machinery         | 54,000     |                   |            |
| Trade Expenses    | 18,000     |                   |            |
| Building          | 60,000     |                   |            |
|                   | 7,98,600   |                   | 7,98,600   |

Q.12 Prepare correct Trial Balance from the following Trial Balance in which there are certain mistakes:

| Heads of Accounts  | Dr. (₹)         | Cr. (₹)         |
|--------------------|-----------------|-----------------|
| Cost of Goods Sold | 1,50,000        | ...             |
| Closing Stock      | ...             | 40,000          |
| Debtors            | ...             | 60,000          |
| Creditors          | ...             | 30,000          |
| Fixed Assets       | 50,000          | ...             |
| Opening Stock      | 60,000          | ...             |
| Expenses           | ...             | 20,000          |
| Sales              | ...             | 2,00,000        |
| Capital            | 90,000          | ...             |
| <b>Total</b>       | <b>3,50,000</b> | <b>3,50,000</b> |

The solution can be presented as follows

**Trial Balance**

| Sl.No. | Account Title      | Debit<br>(₹) | Credit<br>(₹) |
|--------|--------------------|--------------|---------------|
| (i)    | Cost of Goods Sold | 1,50,000     |               |
| (ii)   | Closing Stock      | 40,000       |               |
| (iii)  | Debtors            | 60,000       |               |
| (iv)   | Creditors          |              | 30,000        |
| (v)    | Fixed Assets       | 50,000       |               |
| (vi)   | Expenses           | 20,000       |               |
| (vii)  | Sales              |              | 2,00,000      |
| (viii) | Capital            |              | 90,000        |
|        |                    | 3,20,000     | 3,20,000      |