

**Q.1 How will be the following errors rectified?**

- (i) Purchases Book is overcasted by ₹ 10,000.**
- (ii) Purchases Return Book is overcasted by ₹ 1,000.**
- (iii) Purchases Return Book's balance is carried forward in excess by ₹ 100.**
- (iv) Purchases Book's balance is carried forward in excess by ₹ 1,000.**

The solution can be presented as follows

Journal					
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)	
(i)	Suspense A/c To Purchases A/c (Purchase book was overcasted by ₹ 10,000, now rectified)	Dr.	10,000	10,000	
(ii)	Purchases Return A/c To Suspense A/c (Purchase return book was overcasted by ₹ 1,000, now rectified)	Dr.	1,000	1,000	
(iii)	Purchases Return A/c To Suspense A/c (Purchase return book's balance was carried forward in excess of ₹ 100, now rectified)	Dr.	100	100	
(iv)	Suspense A/c To Purchases A/c (Purchase book's balance was carried forward in excess of ₹ 1,000, now rectified)	Dr.	1,000	1,000	

**Q.2 How will be the following errors rectified?**

- (i) Sales Book is short casted by ₹ 5,000.**
- (ii) Sales Return Book is short casted by ₹ 500.**
- (iii) Balance of Sales Book is carried forward short by ₹ 1,000.**
- (iv) Balance of Sales Return Book is carried forward short by ₹ 100.**

The solution can be presented as follows

**Journal**

Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
(i)	Suspense A/c Dr. To Sales A/c (Sales book was undercasted by ₹ 5,000, now rectified)		5,000	5,000
(ii)	Sales Return A/c Dr. To Suspense A/c (Sales return book was undercasted by ₹ 500, now rectified)		500	500
(iii)	Suspense A/c Dr. To Sales A/c (Sales book' balance carried forward was short by ₹ 1,000, now rectified)		1,000	1,000
(iv)	Sales Return A/c Dr. To Suspense A/c (Sales return book' balance carried forward was short by ₹ 100, now rectified)		100	100

**Q.3 How will you rectify the following errors?**

- (i) Sales Book is overcasted by ₹ 5,000.
- (ii) Sales Return Book is short casted by ₹ 500.
- (iii) Balance of Sales Book is carried forward in excess by ₹ 1,000.
- (iv) Balance of Sales Return Book is carried forward in excess by ₹ 100.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
(i)	Sales A/c Dr. To Suspense A/c (Sales book was overcasted by ₹ 5,000, now rectified)		5,000	5,000
(ii)	Sales Return A/c Dr. To Suspense A/c (Sales book was undercasted by ₹ 500, now rectified)		500	500
(iii)	Sales A/c Dr. To Suspense A/c (Sales book's balance was carried forward in excess by ₹ 1,000, now rectified)		1,000	1,000
(iv)	Suspense A/c Dr. To Sales Return A/c (Sales return book's balance was carried forward in excess by ₹ 100, now rectified)		100	100

**Q.4 Pass the necessary Journal entries to rectify the following errors:**

- (i) Credit sale of ₹ 570 to Mohan was recorded as ₹ 750.
- (ii) Credit sale of ₹ 850 to Sohan was recorded as sale to Mohan.
- (iii) Credit sale of ₹ 850 to Meenu was recorded as sale to Meena as ₹ 580.
- (iv) Credit sale of ₹ 850 to Ram was recorded in the Purchases Book.
- (v) Credit sale of old machinery to Sohan for ₹ 1,700 was entered in the Sales Book as ₹ 7,100.
- (vi) Bill Receivable for ₹ 5,000 accepted by Mahinder recorded as acceptance given to Mahinder for ₹ 6,000.

The solution can be presented as follows

Journal					
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)	
i)	Sales A/c To Mohan's A/c (Being correcting goods sold on credit to Mohan recorded at wrong amount)	Dr.	180	180	
ii)	Sohan's A/c To Mohan's A/c (Being correcting credit sale to Sohan recorded as sale to Mohan)	Dr.	850	850	
iii)	Meenu's A/c To Sales A/c To Meena's A/c (Being correcting credit sale to Meenu recorded to Meena at wrong amount)	Dr.	850	270 580	
iv)	Ram's A/c To Sales A/c To Purchases A/c (Being correcting credit sales to Ram wrongly recorded in the purchases book)	Dr.	1,700	850 850	
v)	Sales A/c To Machinery A/c To Sohan's A/c (Being correcting credit sale of machinery to Sohan wrongly recorded in sales book)	Dr.	7,100	1,700 5,400	
vi)	Bills Payable A/c Bills Receivable A/c To Mahinder's A/c (Being bills receivable wrongly recorded as bills payable now rectified)	Dr. Dr.	6,000 5,000	11,000	

**Q.5 Pass the necessary Journal entries to rectify the following errors:**

- (i) Credit sale of ₹ 850 to Kishan was posted to Krishan's Account.
- (ii) Cash sale of ₹ 850 to Meenu was posted to the credit of Meena.
- (iii) Amount of ₹ 1,500 withdrawn from bank by the proprietor for his personal use was debited to Purchases Account.
- (iv) Credit sale of old furniture to Mohan for ₹ 1,700 was posted as ₹ 7,100.
- (v) Credit sale of old furniture to Babu Ram for ₹ 3,000 was credited to Sales Account.
- (vi) Cheque of ₹ 1,280 received from Farid was dishonoured and has been posted to the debit of Sales Return Account.

The solution can be presented as follows

Journal					
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)	
i)	Kishan's A/c To Krishan's A/c (Being correcting credit sales to Kishan wrongly posted to Krishan's Account)	Dr.	850	850	
ii)	Meena's A/c To Sales A/c (Being correcting cash sales to Meenu wrongly posted to credit of Meena's A/c)	Dr.	850	850	
iii)	Drawings A/c To Purchases A/c (Being correcting amount withdrawn for personal use debited to Purchases A/c)	Dr.	1,500	1,500	
iv)	Furniture A/c To Mohan's A/c (Being correcting credit sale of furniture to Mohan posted at a wrong amount)	Dr.	5,400	5,400	
v)	Sales A/c To Furniture A/c (Being correcting credit sale of furniture posted to the credit of sales account)	Dr.	3,000	3,000	
vi)	Farid's A/c To Sales Return A/c (Being correcting cheque dishonoured wrongly debited to Sales Return A/c)	Dr.	1,280	1,280	

**Q.6 Rectify the following errors:**

- (i) Sales to Vinod of ₹ 143 posted to his account as ₹ 134.
- (ii) Sales to Vinod of ₹ 143 debited to his account as ₹ 134.
- (iii) Sales to Vinod of ₹ 143 credited to his account as ₹ 134.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Vinod To Suspense A/c (₹ 9 was posted less in Vinod's Account, now rectified)	Dr.	9	9
(ii)	Vinod To Suspense A/c (Vinod's Account was wrongly debited with ₹ 9 less, now rectified)	Dr.	9	9
(iii)	Vinod To Suspense A/c (Sales to Vinod of ₹ 143 was wrongly credited as ₹ 134, now rectified)	Dr.	277	277

**Q.7 Pass the necessary Journal entries to rectify the following errors:**

- (i) ₹ 15,000 paid as wages for the construction of office building debited to Salaries Account.
- (ii) ₹ 20,000 spent on the purchases of material for the construction of building debited to Purchases Account.
- (iii) ₹ 50,000 spent on the extension of building was debited to Building Repairs Account.
- (iv) ₹ 25,000 spent on whitewash of a new building was charged to Building Repairs Account.
- (v) ₹ 1,000 paid as installation charges for newly purchased second hand machinery posted to Cartage Account.
- (vi) ₹ 10,000 paid as repairing charges on the reconditioning of a newly purchased second hand machinery debited to General Expenses Account.
- (vii) ₹ 5,000 paid as repairing charges of an existing machine in use charged to Machinery Account.
- (viii) ₹ 10,000 paid by cheque for a printer was charged to the Office Expense Account.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
i)	Building A/c To Salaries A/c (Being correcting wages paid for construction of building debited to Salaries A/c)	Dr.	15,000	15,000
ii)	Building A/c To Purchases A/c (Being correcting purchases of material on construction debited to Purchases A/c)	Dr.	20,000	20,000
iii)	Building A/c To Building Repairs A/c (Being correcting amount spent on extension of building wrongly debited to Building Repairs A/c)	Dr.	50,000	50,000
iv)	Building A/c To Building Repairs A/c (Being correcting amount spent on whitewash of new building debited to Building Repairs A/c)	Dr.	25,000	25,000
v)	Machinery A/c To Cartage A/c (Being correcting installation charges on machinery wrongly debited to Cartage A/c)	Dr.	1,000	1,000
vi)	Machinery A/c To General Expenses A/c (Being correcting repair charges to a newly paid second hand machinery wrongly debited to General Expenses A/c)	Dr.	10,000	10,000
vii)	Repairs A/c To Machinery A/c (Being correcting repairs on existing machinery wrongly debited to Machinery A/c)	Dr.	5,000	5,000
viii)	Printer A/c To Office Expenses A/c (Being correcting amount paid for Printer wrongly debited to Office Expenses A/c)	Dr.	10,000	10,000



**Q.8 Give rectifying Journal entries for the following errors:**

- (i) Goods returned by Mohan of ₹ 1,500 not recorded in books.
- (ii) Goods distributed as free samples for ₹ 5,000 not recorded.
- (iii) Depreciation of machinery of ₹ 10,000 not charged.
- (iv) Goods costing ₹ 780, selling price ₹ 1,000 given as charity not recorded.

The solution can be presented as follows

Journal

Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
i)	Sales Return A/c To Mohan's A/c (Being recording goods returned by Mohan not recorded earlier)	Dr.	1,500	1,500
ii)	Advertisement A/c To Purchases A/c (Being recording goods distributed as free sample not recorded earlier)	Dr.	5,000	5,000
iii)	Depreciation A/c To Machinery A/c (Being recording depreciation charged on machinery not recorded earlier)	Dr.	10,000	10,000
iv)	Charity A/c To Purchases A/c (Being recording goods given away as charity not recorded earlier)	Dr.	780	780



## Q.9 Rectify the following errors:

- (i) Goods purchased from Kunal for ₹ 8,000 and from Kapil of ₹ 9,000 recorded correctly in the Purchases Book. However, ₹ 9,000 was posted to Kunal and ₹ 8,000 to Kapil.
- (ii) Anil's Account was excess debited by ₹ 500 while Suraj's Account was short debited by ₹ 500.
- (iii) Parker's Account was short credited by ₹ 700 while Manisha's Account was excess credited by ₹ 700.
- (iv) Goods sold to Roopak for ₹ 1,000 and to Sagar for ₹ 1,800 recorded correctly in the Sales Book. However, ₹ 1,800 was posted to Roopak and ₹ 1,000 to Sagar.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
i)	Kunal's A/c To Kapil's A/c (Being correcting goods purchased from Kunal and Kapil posted with wrong amounts)	Dr.	1,000	1,000
ii)	Suraj's A/c To Anil's A/c (Being rectifying wrong debit and credit to the accounts)	Dr.	500	500
iii)	Manisha's A/c To Parker's A/c (Being rectifying excess and short credits in the accounts)	Dr.	700	700
iv)	Roopak's A/c To Sagar's A/c (Being correcting goods sold to Roopak and Sagar posted with wrong amounts)	Dr.	800	800

**Q.10** Following errors affecting the accounts of the year 2018–19 were detected in the books of Das & Co., Meerut:

- (i) Sale of old furniture for ₹ 5,000 was treated as sales of goods.
  - (ii) Rent of proprietor's residence ₹ 6,000 was debited to Rent Account.
  - (iii) Cash received from Rajesh ₹ 2,150 was credited to Brajesh.
- Pass the rectifying Journal entries. State the nature of each of these mistakes.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
2018-19 (i)	Sales A/c Dr. To Furniture A/c (Sale of old furniture treated as sale of goods, now rectified) Nature: Error of Principle		5,000	5,000
(ii)	Drawings A/c Dr. To Rent A/c (Rent paid for proprietor's residence treated as rent paid, now rectified) Nature: Error of Principle		6,000	6,000
(iii)	Brajesh's A/c Dr. To Rajesh's A/c (Cash received from Rajesh, credited to Brajesh, now rectified) Nature: Error of Commission		2,150	2,150

**Q.11 Rectify the following errors assuming that there is no Suspense Account:**

- (i) Salary of ₹ 5,000 paid to Rahul was not posted to Salaries Account.
- (ii) Sales to Amrish of ₹ 1,430 posted to his account as ₹ 1,340.
- (iii) Sales to Vijay of ₹ 2,470 posted to his account as ₹ 2,740.
- (iv) Purchases from Pal of ₹ 1,430 posted to his account as ₹ 1,340.

The solution can be presented as follows

- (i) Salary of ₹.5, 000 paid to Rahul was not posted to Salary A/c

Salaries Account			
Dr.		Cr.	
Particulars	Amount (₹)	Particulars	Amount (₹)
Cash A/c	5,000		

- (ii) Sales to Amrish of ₹ 1,430 posted to his account as ₹ 1,340

Amrish's Account			
Dr.		Cr.	
Particulars	Amount (₹)	Particulars	Amount (₹)
Sales A/c	90		

- (iii) Sales to Vijay of ₹ 2,470 posted to his account as ₹ 2,740

Vijay's Account			
Dr.		Cr.	
Particulars	Amount (₹)	Particulars	Amount (₹)
		Sales A/c	270

(iv) Purchases from Pal of ₹1,430 posted to his account as ₹ 1,340

Pal's Account			
Dr.		Cr.	
Particulars	Amount (₹)	Particulars	Amount (₹)
		Purchases A/c	90

**Q.12 Which of the following errors will affect the Trial Balance?**

- (i) The total of the Sales Book has not been posted to the Sales Account.
- (ii) ₹ 1,000 paid as installation charges of a new machine has been debited to Repairs Account.
- (iii) Goods costing ₹ 4,000 taken by the proprietor for personal use have been debited to Debtors' Account.
- (iv) ₹ 1,000 paid for repairs to building have been debited to Building Account.

The error of total of the sales book which is not posted to the sales account affects trial balance as it causes undercasting in sales accounts, that will result in undercasting of the credit side in the Trial balance.

Therefore, the correct answer is option (i).

**Q.13 Rectify the following errors assuming that there is no Suspense Account:**

- (i) The Returns Inward Book has been overcasted by ₹ 200.
- (ii) Purchases Book carried forward ₹ 75 less.
- (iii) Sales Book carried forward ₹ 41 less on Page 10 and ₹ 43 more on Page 12.
- (iv) Goods sold to Gautam were posted as ₹ 215 instead of ₹ 251.

The solution can be presented as follows

(i)

Return Inwards Book							
Dr.				Cr.			
Date	Particulars	L.F.	Amount (₹)	Date	Particulars	L.F.	Amount (₹)
					Over Casting of Return Inwards Book		200

(ii)

## Purchases Account

Dr.				Cr.			
Date	Particulars	L.F.	Amount (₹)	Date	Particulars	L.F.	Amount (₹)
	Carry forwarding of Purchases Book Less		75				

(iii)

## Sales Account

Dr.				Cr.			
Date	Particulars	L.F.	Amount (₹)	Date	Particulars	L.F.	Amount (₹)
	Net Carry forwarding of Sales Book excess		2				

(iv)

## Sales Account

Dr.				Cr.			
Date	Particulars	L.F.	Amount (₹)	Date	Particulars	L.F.	Amount (₹)
					Difference in the amount posted		36

## Gautam Account

Dr.				Cr.			
Date	Particulars	L.F.	Amount (₹)	Date	Particulars	L.F.	Amount (₹)
	Difference in the amount posted		36				

**Q.14** Following errors are discovered in the books of Sh. Ram Lal. Make the necessary entries to rectify them:

- (i) Purchases Journal was undercasted by ₹ 2,150.
- (ii) ₹ 500 received from K. Krishna was debited to his account.
- (iii) An amount of ₹ 3,000 withdrawn by the proprietor of the firm for his personal use was posted to the Travelling Expenses Account.
- (iv) An amount of ₹ 175 for a credit sale to R. Gopalan correctly entered in the Sales Book, has been debited to his account as ₹ 157.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
	Purchases A/c To Suspense A/c (Purchases Book was under cast now rectified)	Dr.	2,150	2,150
	Suspense A/c To K. Krishna (Received from K. Krishna was wrongly debited, now rectified)	Dr.	1,000	1,000
	Drawings A/c To Travelling Expense A/c (Amount withdrawn by proprietor for personal use wrongly posted to Travelling Expenses Account, now rectified)	Dr.	3,000	3,000
	R. Gopalan To Suspense A/c (R. Gopalan's Account was debited by ₹ 157 instead of ₹ 175, now rectified)	Dr.	18	18

**Q.15 Pass the Journal entries rectifying the following errors:**

- (i) Purchases of ₹ 10,000 was omitted to be recorded.
- (ii) Purchases of office furniture of ₹ 10,000 was recorded in Purchases Book.
- (iii) Office Rent of ₹ 15,000 was debited to the Personal Account of the landlord.
- (iv) Old machine sold for ₹ 5,000 was credited to Sales Account.
- (v) Bill for ₹ 800 received from Mukesh for repair of machinery was entered in the Purchases Book as ₹ 700.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
(i)	Purchases A/c To Suspense A/c (Purchase of goods worth ₹ 10,000 were omitted to be recorded, now rectified)	Dr.	10,000	10,000
(ii)	Furniture A/c To Purchases A/c (Purchase of office furniture was recorded in purchase book, now rectified)	Dr.	10,000	10,000
(iii)	Rent A/c To Landlord's A/c (Office rent of ₹ 15,000 was debited to Landlord's personal account, now rectified)	Dr.	15,000	15,000
(iv)	Sales A/c To Machinery A/c (Sale of machinery costing ₹ 5,000 was credited to Sales A/c, now rectified)	Dr.	5,000	5,000
(v)	Repairs to Machinery A/c To Purchases A/c (Repairs to machinery costing ₹700 wrongly entered in purchase book, now rectified)	Dr.	800	800



**Q.16 Rectify the following errors:**

- (i) Purchases Book has been undercast by ₹ 1,000.
- (ii) Credit sale to Anu Prakash ₹ 7,000 was recorded in Purchases Book.
- (iii) Credit sale to Rahul ₹ 7,000 was recorded as ₹ 700.

The solution can be presented as follows

Journal

Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
(i)	Purchases A/c Dr. To Suspense A/c (Purchases Book was undercast by ₹ 1,000, now rectified)		1,000	1,000
(ii)	Aru Prakash's A/c Dr. To Sales A/c To Purchases A/c (Sales to Aru Prakash was recorded in Purchases Book, now rectified)		14,000	7,000 7,000
(iii)	Rahul's A/c Dr. To Sales A/c (Sales to Rahul ₹ 7,000 was recorded as ₹ 700, now rectified)		6,300	6,300

**Q.17 Rectify the following errors:**

- (i) Total of one page of the Sales Book was carried forward to the next page as ₹ 2,785 instead of ₹ 2,587.
- (ii) A cheque of ₹ 400 received from Mohan was dishonoured and had been posted to the debit side of the 'Allowance Account'.
- (iii) Return of goods worth ₹ 5,000 by a customer was entered in the Purchases Return Book.
- (iv) Sum of ₹ 200 owed by 'X' has been included in the list of Sundry Creditors.
- (v) Sale of old furniture worth ₹ 430 was credited to the Sales Account as ₹ 340.

The solution can be presented as follows

Journal				
Date	Particular	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Sales A/c Dr. To Suspense A/c (Carry forwarding ₹ 2,785 instead of ₹ 2,587, now rectified)		198	198
(ii)	Mohan Dr. To Allowance A/c (A Cheque received from Mohan was dishonoured but debited wrongly to Allowance's Account, now rectified)		400	400
(iii)	Sale Return A/c Dr. Purchases Return A/c Dr. To Customer / Debtor (Goods return by a customer was recorded wrongly to Purchase Return Book, now rectified)		5,000 5,000	10,000
(iv)	Sundry Creditors Dr. Sundry Debtors Dr. To X (Amount owed by X was included in Sundry Creditors, now rectified)		200 200	400
(v)	Sales A/c Dr. Suspense A/c Dr. To Furniture A/c (Sale of Old furniture ₹ 430 was wrongly debited to Sales Account for ₹ 340, now rectified)		340 90	430

**Q.18 Rectify the following errors:**

- (i) Purchases Book is overcast by ₹ 500.
- (ii) Salary paid to an employee, Mr. Ajay, is debited to his Personal account ₹ 3,000.
- (iii) Goods sold to Shashi on credit ₹ 300 have been wrongly passed through the Purchases Book.
- (iv) Total of Returns Inward Book has been added ₹ 9 short.
- (v) Purchase of chair from Happy Traders for ₹ 35 has been entered in the Purchases Book as ₹ 53.

The solution can be presented as follows

## Journal

Date	Particular	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Suspense A/c To Purchases A/c (Purchase Book was over cast now rectified)	Dr.	500	500
(ii)	Salaries A/c To Mr. Ajay (Salary paid to Mr. Ajay was debited wrongly to Mr. Ajay's Account)	Dr.	3,000	3,000
(iii)	Shashi To Sales A/c To Purchases A/c (Goods sold to Shashi was wrongly passed through Purchases Book, now rectified)	Dr.	600	300 300
(iv)	Return Inwards A/c To Suspense A/c (Return Inwards Book was added short by ₹ 9, now rectified)	Dr.	9	9
(v)	Furniture A/c Happy Traders A/c To Purchases A/c (Purchase of Chair ₹ 35 was recorded in the Purchases Book As ₹ 53, now rectified)	Dr. Dr.	35 18	53

**Q.19 Correct the following errors in Mohan Lal's Book:**

- (i) A payment of ₹ 5,000 for salaries (to Mr. Ram) has been posted twice to the Salaries Account.
- (ii) ₹ 750 received from Rajesh are entered on the debit side of the Cash Book. No posting was done in Rajesh's Account.
- (iii) Sales Book was overcasted by ₹ 3,000.
- (iv) Goods (Cost ₹ 2,000, Sales Price ₹ 2,500) distributed as samples among prospective customers were not recorded anywhere.
- (v) A sum of ₹ 1,500 written off as depreciation on furniture was not debited to Depreciation Account.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
(i)	Suspense A/c To Salaries A/c (Payment of Salaries ₹ 5,000 was posted twice wrongly in Salaries Account, now rectified)	Dr.	5,000	5,000
(ii)	Suspense A/c To Rajesh (Received ₹ 750 from Rajesh was omitted to be posted his account, now rectified)	Dr.	750	750
(iii)	Sales A/c To Suspense A/c (Sales was overcast, now rectified)	Dr.	3,000	3,000
(iv)	Advertisement A/c To Purchases A/c (Goods distributed as free sample were not recorded, now recorded)	Dr.	2,000	2,000
(v)	Depreciation A/c To Suspense A/c (Depreciation on furniture not debited to furniture a/c, now rectified)	Dr.	1,500	1,500

**Q.20** Give the rectifying entries of the following:

- (i) Sales of ₹ 20,000 to Monoj were recorded as ₹ 2,000 in the Sales Book.
- (ii) An amount of ₹ 25,000 spent for the extension of machinery has been debited to the Wages Account.
- (iii) Discount received from Ram & Co. ₹ 350, has not been entered in the discount column of the Cash Book.
- (iv) Goods of ₹ 3,000 sold to Mahesh were recorded in the Purchases Book.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Monoj To Sales A/c (Sales ₹ 20,000 was recorded wrongly as ₹ 2,000, now rectified)	Dr.	18,000	18,000
(ii)	Machinery A/c To Wages A/c (Amount spent on Installation of machinery was debited wrongly to Wages Account, now rectified)	Dr.	25,000	25,000
(iii)	Ram & Co. A/c To Discount Received A/c (Discount received from Ram & Co. not been entered in Cash Book, now rectified)	Dr.	4,750	4,750
(iv)	Mahesh To Sales A/c To Purchases A/c (Goods sold to Mahesh was recorded wrongly in Purchases Book now rectified)	Dr.	6,000	3,000 3,000

**Q.21 Correct the following errors in Hari's Books:**

- (i) Credit sale of ₹ 132 to R. Krishan correctly entered in Sales Journal but posted to his account as ₹ 312.
- (ii) The total of the credit side of Ramesh's Account was overcasted by ₹ 2,000.
- (iii) Total of the Purchases Journal of ₹ 5,250 has been posted to Purchases Account as ₹ 5,205.
- (iv) Printer purchased from R. Ltd. for ₹ 4,000 on credit was entered in the Purchases Book.
- (v) An item of ₹ 2,000 entered in the Sales Return Book was posted to the debit of Pandey who had returned the goods.

The solution can be presented as follows

## Books of Hari Journal

Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Suspense A/c To R. Krishan (Goods sold to R. Krishan of ₹ 132 was posted as ₹ 312 in his account, now rectified)	Dr.	180	180
(ii)	Ramesh A/c To Suspense A/c (Credit side of Ramesh's Account overcast, now rectified)	Dr.	2,000	2,000
(iii)	Purchases A/c To Suspense A/c (Total of Purchases Book was posted less by 45, now rectified)	Dr.	45	45
(iv)	Typewriter A/c To Purchases A/c (Purchase of type writer was wrongly posted to Purchases Account, now rectified)	Dr.	4,000	4,000
(v)	Suspense A/c To Pandey's A/c (Amount wrongly debited to Pandey's Account for Goods returned by him, now rectified)	Dr.	4,000	4,000

**Q.22** Mukesh found that the Trial Balance did not agree. He found the following errors:

(i) In the Sales Book for the month of January, total of Page No. 3 was carried forward to Page No. 4 as ₹ 1,000 instead of ₹ 1,200 and total of Page No. 7 was carried forward to Page No. 8 as ₹ 5,600 instead of ₹ 5,000.

(ii) Goods returned to Anushka ₹ 10,000 were recorded in the Sales Book.

(iii) Bill Receivable for ₹ 800 from Riya was dishonoured and posted to the debit of Allowances Account.

The solution can be presented as follows

## Journal Entries

Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
(i)	Suspense A/c To Sales A/c (Sales book balance wrongly carried forward by less amount, now rectified)	Dr.	200	200
	Sales A/c To Suspense A/c (Sales book balance wrongly carried forward by more amount, now rectified)	Dr.	600	600
(ii)	Sales A/c To Purchase Returns A/c (Goods returned wrongly recorded in sales book, now rectified)	Dr.	10,000	10,000
(iii)	Riya A/c To Allowances A/c (Bill dishonoured wrongly posted to the debit of Allowances A/c, now rectified)	Dr.	800	800



**Q.23** Pass the rectifying entries for the following

- (i) Sales of goods ₹ 6,000 to Madan were recorded as ₹ 600 in the Sales Book.
- (ii) Credit purchase of goods from Mohan amounting to ₹ 2,000 has been wrongly passed through the Sales Book.
- (iii) Return of goods worth ₹ 500 by a customer was entered in 'Purchases Return Book'.
- (iv) Cheque of ₹ 400 received from Ranjan was dishonoured and debited to the Discount Account.
- (v) Bill for ₹ 820 received from Ramesh for repair of machinery was entered in the Purchases Book as ₹ 720.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Madan Dr. To Sales A/c (Sale of Goods to Madan ₹ 6,000 was wrongly recorded as ₹ 600)		5,400	5,400
(ii)	Sales A/c Dr. Purchases A/c Dr. To Mohan (Purchases of goods from Mohan was wrongly recorded in the Sales Book, now rectified)		2,000 2,000	4,000
(iii)	Sales Return A/c Dr. Purchases Return A/c Dr. To Customer A/c (Sales Return was entered wrongly in Purchases Return Book, now rectified)		500 500	1,000
(iv)	Rajan Dr. To Discount A/c (Discount Account was debited wrongly on dishonour of Rajan's Cheque, now rectified)		400	400
(v)	Repair A/c Dr. To Purchases A/c To Ramesh A/c (Repair of Machinery ₹ 820 was recorded wrongly to Purchases Book now rectified)		820	720 100

**Q.24 Give rectifying Journal entries for the following errors:**

- (i) Sales of goods to Madan ₹ 6,000 were entered in the Sales Book as ₹ 600.
- (ii) Credit purchase of ₹ 1,500 from Ajay has been wrongly passed through the Sales Book.
- (iii) Repairs to building ₹ 300 were debited to Building Account.
- (iv) ₹ 2,050 paid to Rohit is posted to the debit of Mohit's Account as ₹ 5,020.
- (v) Purchases Return Book is overcasted by ₹ 400.

The solution can be presented as follows

Journal				
Date	Particular	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Madan To Sales A/c (Sale of Goods ₹ 6,000 to Madan was wrongly recorded as ₹ 600)	Dr.	5,400	5,400
(ii)	Purchases A/c Sales A/c To Ajay (Purchase of Goods from Ajay was wrongly passed through Sales Book)	Dr. Dr.	1,500 1,500	3,000
(iii)	Repair A/c To Building A/c (Repair of Building ₹ 300 was wrongly debited to Building Account, now rectified)	Dr.	300	300
(iv)	Rohit Suspense A/c To Mohit (Payment to Rohit ₹ 2,050 was wrongly debited Mohit's Account as ₹ 5,020, now rectified)	Dr. Dr.	2,050 2,970	5,020
(v)	Purchases Return A/c To Suspense A/c (Purchase Return Book was overcast now rectified)	Dr.	400	400

**Q.25 Give rectifying entries for the following:**

- (i) ₹ 5,400 received from Mr. A was posted to the debit of his account.
- (ii) The total of Sales Return Book overcasted by ₹ 800.
- (iii) ₹ 2,740 paid for repairs to motor car was debited to Motor Car Account as ₹ 1,740.
- (iv) Returned goods to Shyam ₹ 1,500 were passed through Returns Inward Book.

The solution can be presented as follows

## Journal

Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Suspense A/c To Mr. A (Received ₹ 5,400 from Mr A was wrongly debited to his Account, now rectified)	Dr.	10,800	10,800
(ii)	Suspense A/c To Sales Return A/c (Sales Return Book was overcast, now rectified)	Dr.	800	800
(iii)	Repair A/c To Motor Car A/c To Suspense A/c (Repairs of Motor Cars ₹ 2,740 was wrongly debited to Motor Car Account as ₹ 1,740, now rectified)	Dr.	2,740	1,740 1,000
(iv)	Shyam To Return Inwards A/c To Return Outwards A/c (Return Outward to Shyam was wrongly recorded in the Return Inwards Book, now rectified)	Dr.	3,000	1,500 1,500

**Q.26** Pass Journal entries rectifying the following errors:

- (i) A cheque for ₹ 10,000 was received from Ranjan on which ₹ 200 Cash Discount was allowed. The cheque was not honoured on due date and the amount of discount was credited to Discount Received Account.
- (ii) ₹ 2,000 paid as wages for machinery installation was debited to Wages Account.
- (iii) ₹ 5,000 received from Rakesh were credited to his Personal Account. The amount had been written off as bad debts earlier.
- (iv) Repair bill of machinery was recorded as ₹ 100 against the bill amount of ₹ 1,000.

The solution can be presented as follows

Journal					
Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹	
(i)	Discount Received A/c To Discount Allowed A/c (On dishonour of Ranjan's cheque, instead of crediting Discount Allowed Account, Discount Received Account was wrongly credited, now rectified)	Dr.	200	200	
(ii)	Machinery A/c To Wages A/c (Wages paid for Installation of Machinery was debited wrongly to Wages Account, now rectified)	Dr.	2,000	2,000	
(iii)	Rakesh A/c To Bad Debt Recovered A/c (Cash received from Rakesh was Credited wrongly to Rakesh's Account was previously written off as Bad Debt, now rectified)	Dr.	5,000	5,000	
(iv)	Since error is made at time of recording so correct entry would be Repair A/c To Cash A/c (Repair bill ₹ 1,000 was recorded as ₹ 100, now rectified)	Dr.	900	900	

**Q.27 Rectifying the following errors:**

- (i) Sales Book has been totalled ₹ 1,000 short.
- (ii) Goods worth ₹ 1,500 returned by Green & Co. have not been recorded anywhere.
- (iii) Goods purchased worth ₹ 2,500 have been posted to the debit of the supplier, Gupta & Co.
- (iv) Furniture purchased from Gulab & Co. worth ₹ 10,000 has been entered in Purchases Book.
- (v) Cash received from A ₹ 2,500 has not been posted in his account.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Suspense A/c To Sales A/c (Sales Book was undercast, now rectified)	Dr.	1,000	1,000
(ii)	Sales Return A/c To Green & Co (Goods returned by Green & Co was not recorded, now recorded)	Dr.	1,500	1,500
(iii)	Suspense A/c To Gupta & Co (Goods purchased of ₹ 2,500 from Gupta & Co was wrongly debited to his account, now rectified)	Dr.	5,000	5,000
(iv)	Furniture A/c To Purchases A/c (Purchase of goods ₹ 10,000 was debited wrongly to Purchases Book, now rectified)	Dr.	10,000	10,000
(v)	Suspense A/c To A (Cash received from A was not posted to his account, now rectified)	Dr.	2,500	2,500

**Q.28** Pass Journal entries to rectify the errors in the following cases:

- (i) A purchase of goods from David amounting to ₹ 150 has been wrongly passed through the Sales Book.
- (ii) A credit sale of goods of ₹ 120 to Peter has been wrongly passed through the Purchases Book.
- (iii) ₹ 200, salary paid to Cashier, Bimal, stands wrongly debited to his Personal Account.
- (iv) A credit sale of ₹ 4,230 to Krishan entered as purchase from Kishan ₹ 4,320.
- (v) Ramesh's Account was credited with ₹ 840 twice instead of once.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
(i)	Purchases A/c Sales A/c To David (Purchase of Goods from David was wrongly passed through Sales Book, now rectified)	Dr. Dr.	150 150	300
(ii)	Peter To Sales A/c To Purchases A/c (Sale of goods to Peter was wrongly passed through Purchases Book, now rectified)	Dr.	240	120 120
(iii)	Salaries A/c To Bimal (Salary paid to Bimal was passed wrongly to his account, now rectified)	Dr.	200	200
(iv)	Krishan Kishan To Sales A/c To Purchases A/c (Sales to Krishan recorded wrongly as purchases from Kishan with a wrong amount, now rectified)	Dr. Dr.	4,230 4,320	4,230 4,320
(v)	Ramesh To Suspense A/c (Amount twice Credit to Ramesh's Account, now rectified)	Dr.	840	840

**Q.29 (i) What are the different causes that make a Trial Balance incorrect?**

**(ii) Pass the rectifying Journal entries:**

- (a) A credit sale of goods for ₹ 2,500 to Krishna has been wrongly passed through the Purchases Book.**
- (b) ₹ 5,000 paid for freight on machinery purchased was debited to the Freight Account as ₹ 500.**
- (c) The Returns Inward Book has been wrongly overcasted by ₹ 100.**
- (d) An amount of ₹ 500 due from Ramesh which had been written off as bad debt in previous year was recovered and had been posted to the Personal Account of Ramesh.**
- (e) A sum of ₹ 460 owed by Hari had not been included in the list of debtors.**

The solution can be presented as follows

(i) Trial balance can become incorrect due to the following causes

- 1) Incomplete posting of Journal Entry
- 2) Posting in the wrong side of Account.
- 3) Incorrect or Wrong totalling of Subsidiary Books
- 4) Wrong balance of Account
- 5) Omission of total of Subsidiary book into Account
- 6) Wrong totalling of the Trial Balance



(ii)

**Journal**

Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(a)	<div> Krishna <div>Dr.</div> </div> <div> To Sales A/c <div>2,500</div> </div> <div> To Purchases A/c <div>2,500</div> </div> <div> (Credit Sale of goods to Krishna was posted wrongly to Purchases Book, now rectified) </div>		5,000	
(b)	<div> Machinery A/c <div>Dr.</div> </div> <div> To Freight <div>500</div> </div> <div> To Suspense A/c <div>4,500</div> </div> <div> (Freight ₹ 5,000 paid on machinery was wrongly recorded in Freight Account as ₹ 500) </div>		5,000	
(c)	<div> Suspense A/c <div>Dr.</div> </div> <div> To Return Inwards A/c <div>100</div> </div> <div> (Return Inwards Book was overcast, now rectified) </div>		100	
(d)	<div> Ramesh <div>Dr.</div> </div> <div> To Bad Debt Recovered A/c <div>500</div> </div> <div> (Received ₹ 500 which previously written off as Bad debt wrongly credited to Ramesh Account, now rectified) </div>		500	
(v)	<div> Sundry Debtors A/c <div>Dr.</div> </div> <div> To Hari <div>460</div> </div> <div> (Hari which was not in the List of Sundry Debtors, now recorded) </div>		460	

**Q.30 Rectify the following errors:**

- (i) Wages paid for the construction of office debited to the Wages Account, ₹ 5,000.
- (ii) Machinery purchased for ₹ 35,000 was passed through the Purchases Book.
- (iii) Old furniture sold for ₹ 1,000, passed through the Sales Book.
- (iv) ₹ 2,000 paid to Mehta Bros. against acceptance were debited to Malhotra Bros. Account.
- (v) Sales of ₹ 204 to Ram debited to his account as ₹ 402 and purchases of ₹ 1,012 from Shyam credited to his account as ₹ 1,210.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Building A/c Dr. To Wages A/c (Wages paid for construction of office was debited wrongly to Wages Account, now rectified)		5,000	5,000
(ii)	Machinery A/c Dr. To Purchases A/c (Purchase of Machinery was recorded wrongly in Invoice Book, now rectified)		35,000	35,000
(iii)	Sales A/c Dr. To Furniture A/c (Sale of Old Furniture was passed wrongly to Sales Book, now rectified)		1,000	1,000
(iv)	Bills Payable A/c Dr. To Malhotra Bros. (Amount paid against acceptance to Mehta Bros was wrongly debited to Malhotra Bros, now rectified)		2,000	2,000
(v)	Shyam Dr. To Ram (Sales to Ram ₹ 204 was debited to his account as ₹ 402 and Purchase from Shyam ₹ 1,012 was Credited to his account as ₹ 1,210, now rectified)		198	198

**Q.31** Pass the rectification entries for the following transactions:

- (i) An amount of ₹ 2,000 received from Mohan on 1st April, 2019 had been entered in the Cash Book as having been received on 31st March, 2019.
- (ii) The balance in the account of Rahim ₹ 1,000 had been written off as bad but no other account has been debited.
- (iii) An addition in the Returns Inward Book had been cast ₹ 100 short.
- (iv) A cheque for ₹ 200 drawn for the Petty Cash Account has been posted in the account of Asif.
- (v) A discounted Bill of Exchange for ₹ 20,000 returned by the firm's bank had been credited to the Bank Account and debited to Bills Receivable Account. A cheque was received later from the customer for ₹ 20,000 and duly paid.
- (vi) Ramesh's Account was credited with ₹ 840 twice instead of once.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
2019				
(i)	Mohan Dr. To Cash A/c (Cash received from Mohan on April 01, 2019 but was wrongly passed on March 31, 2019) <b>Note:</b> On April 01, 2019 in Cash Book Mohan's Account is debited)		2,000	2,000
(ii)	Bad Debts A/c Dr. To Suspense A/c (Bad Debt of Rahim was not posted to Bad Debts Account, now rectified)		1,000	1,000
(iii)	Return Inwards A/c Dr. To Suspense A/c (Return Inwards Book was undercast, now rectified)		100	100
(iv)	Petty Cash A/c Dr. To Asif (Cheque Drawn for Petty Cash was wrongly debited to Asif's Account, now rectified)		200	200
(v)	Customer's A/c Dr. To Bills Receivable A/c (A discounted bill dishonoured wrongly debited to Bills Receivable A/c, now rectified)		20,000	20,000
(vi)	Ramesh Dr. To Suspense A/c (Ramesh's Account was Credited twice, now rectified)		840	840

**Q.32 Rectify the following errors:**

- (i) Sale of old furniture worth ₹ 3,000 treated as sales of goods.
- (ii) Sales Book added ₹ 5,000 short.
- (iii) Rent of proprietor's residence, ₹ 6,500 debited to Rent Account.
- (iv) Goods worth ₹ 11,970 returned by Manav posted to his debit as ₹ 11,790.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Sales A/c Dr. To Furniture A/c (Sale of old Furniture was wrongly treated as Sales of Goods, now rectified)		3,000	3,000
(ii)	Suspense A/c Dr. To Sales A/c (Sales Book was undercast, now rectified)		5,000	5,000
(iii)	Drawings A/c Dr. To Rent A/c (Rent of proprietor's residence was wrongly debited to Rent Account, now rectified)		6,500	6,500
(iv)	Suspense A/c Dr. To Manav (Goods returned by Manav ₹ 11,970 was wrongly posted to the debit of his account as ₹ 11,790, now rectified)		23,760	23,760

**Q.33** There was a difference in the Trial Balance of M/s. Jain & Sons, prepared for the year ended 31st March, 2009. The accountant put the difference in Suspense Account.

The following errors were found:

- (i) Purchases Return Book total ₹ 400 has not been posted to Ledger Account.
  - (ii) ₹ 5,100 spent on legal expense for the newly acquired Building was debited to the Building Account as ₹ 1,500.
  - (iii) A sale of ₹ 6,540 to Rajat has been credited to his account.
- Rectify the errors and show the Suspense Account with Nil closing balance.

The solution can be presented as follows

## Books of M/s Jain & Sons Journal

Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Suspense A/c Dr. To Purchases Return A/c (Purchases Return Book total was not posted to Purchase Return Account, now rectified)		400	400
(ii)	Building A/c Dr. To Suspense A/c (Legal expenses ₹ 5,100 on acquiring a Building was recorded as ₹ 1,500 in Building Account, now rectified)		3,600	3,600
(iii)	Rajat Dr. To Suspense A/c (Sale of Rajat ₹ 6,540 was posted wrongly to Credit of his account, now rectified)		13,080	13,080

## Suspense Account

Dr.			Cr.		
Date	Particulars	Amount ₹	Date	Particulars	Amount ₹
(i)	Purchases Return	400	(ii)	Building	3,600
	Difference in the Trial Balance	16,280	(iii)	Rajat	13,080
		16,680			16,680

**Q.34 Give the Journal entries to rectify the following errors:**

(i) Purchases Book was overcast by ₹ 1,000.

(ii) Installation charges on new machinery purchased ₹ 500 were debited to Sundry Expenses Account as ₹ 50.

(iii) Radhey Shyam returned goods worth ₹ 500 which was entered in the Purchases Return Book.

(iv) Goods taken by the proprietor for ₹ 5,000 have not been entered in the books at all.

The solution can be presented as follows

## Journal

Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Suspense A/c To Purchases A/c (Purchases Book was overcast, now rectified)	Dr.	1,000	1,000
(ii)	Machinery A/c To Sundry Expense A/c To Suspense A/c (Installation charges of Machinery ₹ 1,500 was wrongly debited as ₹ 50 in Sundry Expenses Account, now rectified)	Dr.	500	50 450
(iii)	Sales Return A/c Purchases Return A/c To Radhey Shyam (Goods returned by Radhey Shyam was wrongly entered in Purchases Return Book, now rectified)	Dr. Dr.	500 500	1,000
(iv)	Drawings A/c To Purchases A/c (Goods taken by proprietor was not recorded, now rectified)	Dr.	5,000	5,000

**Q.35 Rectify the following errors:**

- (i) The total of one page of Sales Book was carried forward as ₹ 371 instead of ₹ 317.
- (ii) ₹ 540 received from Yatin was posted to the debit of his Account.
- (iii) Purchases Returns Book was overcast by ₹ 300.
- (iv) An item of ₹ 1,062 entered in Sales Return Book had been posted to the debit of customer who returned the goods.
- (v) ₹ 1,500 paid for furniture purchased had been charged to ordinary Purchase Account.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Sales A/c Dr. To Suspense A/c (One page of Sale Book ₹ 317 was wrongly forwarded as ₹ 371, now rectified)		54	54
(ii)	Suspense A/c Dr. To Yatin (Received ₹ 540 from Yatin posted wrongly to the debit side of his account, now rectified)		1,080	1,080
(iii)	Purchases Return A/c Dr. To Suspense A/c (Purchases Return Book was overcast, by now rectified)		300	300
(iv)	Suspense A/c Dr. To Customer (Goods return by Customer ₹ 1,062 was posted wrongly to the debit of his account, now rectified)		2,124	2,124
(v)	Furniture A/c Dr. To Purchases A/c (Amount paid for purchase of Furniture wrongly debited to Purchases Account, now rectified)		1,500	1,500



**Q.36 Rectify the following errors by passing Journal entries:**

- (i) Old furniture sold for ₹ 500 has been credited to Sales Account.
- (ii) Machinery purchased on credit from Raman for ₹ 2,000 recorded through Purchases Book as ₹ 16,000.
- (iii) Cash received from Rajat ₹ 5,000 was posted to the debit of Bhagat as ₹ 6,000.
- (iv) Depreciation provided on machinery ₹ 3,000 was posted to Machinery Account as ₹ 300.

The solution can be presented as follows

## Journal

Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Sales A/c To Furniture A/c (Sale of old Furniture was wrongly treated as Sales of Goods, now rectified)	Dr.	500	500
(ii)	Machinery A/c Raman To Purchases A/c (Machinery purchased on credit of ₹ 2,000 was wrongly recorded in the purchase book as ₹ 16,000, now rectified)	Dr. Dr.	2,000 14,000	16,000
(iii)	Suspense A/c To Bhagat To Rajat (Cash received from Rajat ₹ 5,000 was wrongly posted to the debit of Bhagat as ₹ 6,000, now rectified)	Dr.	11,000	6,000 5,000
(iv)	Suspense A/c To Machinery A/c (Depreciation provided on Machinery ₹ 3,000 was posted to Machinery A/c as ₹ 300, now rectified)	Dr.	2,700	2,700

**Q.37 Rectify the following errors by passing Journal entries:**

- (i) A sum of ₹ 470 received from Ganga was posted to her debit as ₹ 740.
- (ii) A debit balance of ₹ 550 in the personal account of Mr. John was undercast.
- (iii) Bills Receivable from Brown for ₹ 3,000 posted to the credit of Bills Payable Account and credited to Brown's Account.
- (iv) Goods returned by Mridul ₹ 225 have been entered in the Returns Outward Book.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
(i)	Suspense A/c (740+ 470) Dr. To Ganga's A/c (₹ 470 received from Ganga was posted to her debit as ₹ 740, now rectified)		1,210	1,210
(ii)	Mr. John's A/c Dr. To Suspense A/c (Debit balance of Mr. John's personal account was undercasted by ₹ 550, now rectified)		550	550
(iii)	Bills Receivable A/c Dr. Bills Payable A/c Dr. To Suspense A/c (Bills Receivable from Brown, posted to credit of bills payable and credited to Brown's Account, now rectified)		3,000 3,000	6,000
(iv)	Sales Return A/c Dr. Purchases Return A/c To Mridul's A/c (Goods returned by Mridul was entered in the Return Outward book, now rectified)		225 225	450

**Q.38** While trying to close his books for the year ended 31<sup>st</sup> March, 2014, Mahesh found that the Trial Balance did not agree. He traced the following errors:

(i) In the Sales Book for the month of January total of Page No. 2 was carried forward to Page No. 3 as ₹ 1,000 instead of ₹ 1,200 and total of Page No. 6 was carried forward to Page No. 7 as ₹ 5,600 instead of ₹ 5,000.

(ii) Goods returned to Ram ₹ 1,000 were recorded in the Sales Book.

(iii) Bills Receivable for ₹ 1,600 from Noor was dishonoured and posted to debit of Allowances Account. Rectify the above errors.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
(i)	Sales A/c Dr. To Suspense A/c (Sale book was undercasted by ₹ 200 and overcasted by ₹ 600, now rectified)		400	400
(ii)	Sales A/c Dr. To Purchases Return A/c (Goods Returned to Ram recorded in Sales Book, now rectified)		1,000	1,000
(iii)	Noor's A/c Dr. To Allowances A/c (Bills Receivable from Noor dishonoured and recorded to allowances account, now rectified)		1,600	1,600

**Q.39** Pass the rectification entries for the following transactions:

- (i) Repairs to plant amounting to ₹ 2,000 had been charged to Plant and Machinery Account.
- (ii) Wages paid to the firm's workmen for making certain additions to machinery amounting to ₹ 1,340 were debited to Wages Account.
- (iii) A cheque for ₹ 7,500 received from Sandesh was credited to the account of Ramesh.
- (iv) Goods to the value of ₹ 7,000 returned by Prateek were included in closing stock, but no entry was made in the books.
- (v) Goods costing ₹ 5,000 were purchased for various members of the staff and the cost was included in 'Purchases'. A similar amount was deducted from the salaries of the staff members concerned and the net payments to them debited to Salaries Account.
- (vi) Credit purchase of old machinery from Sohan for ₹ 1,70,000 was entered in the Purchase Book as purchase from Mohan for ₹ 7,10,000. ₹ 30,000 paid as repairing charges on the reconditioning of a newly purchased second hand machinery was debited to General Expenses Account.
- (vii) Debit and Credit totals of discount columns in the Cash Book which come to ₹ 400 and ₹ 370 respectively have not been posted to Discount Accounts.

The solution can be presented as follows

## Journal

Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
(i)	Repairs A/c Dr. To Plant and Machinery A/c (Repairs wrongly capitalised, now rectified)		2,000	2,000
(ii)	Machinery A/c Dr. To Wages A/c (Wages paid to Workmen for certain addition to Machinery wrongly debited to Wages Account, now rectified)		1,340	1,340
(iii)	Ramesh Dr. To Sandesh (Cheque of ₹ 7,500 received from Sandesh was wrongly Credited to Ramesh's Account, now rectified)		7,500	7,500
(iv)	Sales Return A/c Dr. To Prateek (Goods returned by Prateek had not recorded in the book, now rectified)		7,000	7,000
(v)	Salaries A/c Dr. To Purchases A/c (Goods purchased for Staff was wrongly debited to Purchases Account, now rectified)		5,000	5,000
(vi)	Mohan Dr. Machinery A/c Dr. To Sohan To Purchases A/c To General Expenses A/c (Credit purchase of an old machinery from Sohan and repairs charges were wrongly recorded as purchase from Mohan and General Expenses, now rectified)		7,10,000 2,00,000	1,70,000 7,10,000 30,000
(vii)(a)	Discount Allowed A/c Dr. To Suspense A/c (Discount allowed omitted to be recorded, now recorded)		400	400
(vii)(b)	Suspense A/c Dr. To Discount Received A/c (Discount received omitted to be recorded, now recorded)		370	370

**Q.40** A Trial Balance disclosed a difference of ₹ 417 placed on the credit side of the Suspense Account. Later on the following errors were located:

- (i) Goods worth ₹ 200 purchased from Sohan had been posted to his account as ₹ 250.
- (ii) A purchase of furniture for ₹ 500 was recorded in the Purchases Book.
- (iii) Instead of crediting Gian's Account with ₹ 512, it was debited with ₹ 215.
- (iv) Goods worth ₹ 130 returned by Gian were entered in the Sales Book and posted therefrom to the credit of Gian's Personal Account.

Pass the rectifying entries and prepare a Suspense Account.

The solution can be presented as follows

Journal				
Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Sohan Dr. To Suspense A/c (Goods Purchased from Sohan ₹ 200 was posted to his account as ₹ 250, now rectified)		50	50
(ii)	Furniture A/c Dr. To Purchases A/c (Purchase of Furniture was entered in Purchases Book, now rectified)		500	500
(iii)	Suspense A/c Dr. To Gian (Gian's Account was debited by ₹ 215 Instead of Crediting ₹ 512, now rectified)		727	727
(iv)	Sales Return A/c Dr. Sales A/c Dr. To Suspense (Sale returned by Gian was wrongly entered in the Sales Book, now rectified)		130 130	260

Suspense Account

Dr.			Cr.		
Date	Particulars	Amount ₹	Date	Particulars	Amount ₹
(iii)	Gain	727	(i) (iv)	Balance b/d	417
				Sohan	50
				Sales Return	130
				Sales	130
		727			727

Q.41 There was a difference of ₹ 720 in the Trial Balance which has been transferred to the credit side of the Suspense Account. Pass the rectifying entries and prepare a Suspense Account to rectify the following errors:

- (i) An amount of ₹ 375 now posted on the debit side of the Commission Account instead of ₹ 275.
- (ii) Credit amount of ₹ 260 posted to the debit of the Personal Account as ₹ 360.
- (iii) Goods sold to Surinder recorded in Purchases Book ₹ 300.
- (iv) D's bill for erection of godown at a cost of ₹ 1,200 has been charged to the Repairs Account.

The solution can be presented as follows



The solution can be presented as follows

## Journal

Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Suspense A/c To Commission A/c (Commission ₹ 275 was debited as ₹ 375, now rectified)	Dr.	100	100
(ii)	Suspense A/c To Personal Account (Credit amount ₹ 260 was wrongly posted to the debit ₹ 360 in Personal Account, now rectified)	Dr.	620	620
(iii)	Surinder To Sales A/c To Purchases A/c (Goods sold to Surinder was wrongly recorded in the Purchases Book, now rectified)	Dr.	600	300 300
(iv)	Building A/c To Repair A/c (Cost of erection of Godown ₹ 1,200 was debited to Repair Account, now rectified)	Dr.	1,200	1,200

## Suspense Account

Dr.			Cr.		
Date	Particulars	Amount ₹	Date	Particulars	Amount ₹
(i)	Commission	100		Balance b/d	720
(ii)	Personal Account	620			
		720			720

**Q.42** There was an error in the Trial Balance of Ram Gopal on 31st March, 2018 and the difference in books was carried to the Suspense Account. On-going through the books, you find that:

- (i) ₹ 540 received from Mayank was posted to the debit side of his account.
- (ii) ₹ 100 being purchases return was posted to the debit of the Purchases Account.
- (iii) Discount of ₹ 300 received was posted to the debit of the Discount Account.
- (iv) ₹ 374 paid for motor car repairs was debited to the Motor Car Account as ₹ 174.
- (v) ₹ 400 paid to Naman was debited to the account of Manan.

Pass the Journal entries to rectify the above errors and state what amount was carried to the Suspense Account.

The solution can be presented as follows

**Books of Ram Gopal  
Journal**

Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
2018				
(i)	Suspense A/c To Mayank (Cash received from Mayank was wrongly posted to the debit of his account, now rectified)	Dr.	1,080	1,080
(ii)	Suspense A/c To Purchases A/c To Purchases Return A/c (Purchases Return ₹ 100 was wrongly debited to Purchases Account , now rectified)	Dr.	200	100 100
(iii)	Suspense A/c To Discount A/c (Discount Received ₹ 300 was wrongly posted to the debit of Discount Account, now rectified)	Dr.	600	600
(iv)	Motor Car Repair A/c To Motor Car A/c To Suspense A/c (Paid ₹ 374 for Motor Car Repair was wrongly debited to Motor Car Account as ₹ 174, now rectified)	Dr.	374	174 200
(v)	Naman A/c To Manan A/c (Amount paid to Naman was wrongly debited to Manan, now rectified)	Dr.	400	400

## Suspense Account

Dr.			Cr.		
Date	Particulars	Amount (₹)	Date	Particulars	Amount (₹)
(i)	Mayank	1,080	(iv)	Motor Car Repair	200
(ii)	Purchases	100		Balance c/d	1,680
	Purchases Return	100			
(iii)	Discount	600			
		1,880			1,880

**Q.43** Trial Balance of a bookkeeper shows an excess of debits over credits by ₹ 261. This difference is placed in a Suspense Account to facilitate books closure. Later on the following errors were discovered:

- A credit item of ₹ 349 has been debited to a Personal Account as ₹ 439.
- A sum of ₹ 625 written off from fixtures as depreciation has not been posted to the Depreciation Account.
- ₹ 9,000 paid for furniture bought have been charged to the Purchases Account.
- A discount allowed to a customer has been credited to him as ₹ 145 in place of ₹ 154.
- A sale of ₹ 594 was posted as ₹ 495 in the Sales Account.
- The total of Returns Inward Book has been added ₹ 10 short.

Pass the Journal entries to correct these errors and prepare the Suspense Account.

The solution can be presented as follows

## Journal

Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Suspense A/c To Personal A/c (Credit item was wrongly debited to a Personal Account, now rectified)	Dr.	788	788
(ii)	Depreciation A/c To Suspense A/c (Depreciation on Fixtures was not posted to Depreciation Account, now rectified)	Dr.	625	625
(iii)	Furniture A/c To Purchases A/c (Purchase of Furniture was wrongly charged to Purchases Account, now rectified)	Dr.	9,000	9,000
(iv)	Suspense A/c To Customer (Discount allowed to Customer ₹ 154 was Credited wrongly as ₹ 145, now rectified)	Dr.	9	9
(v)	Suspense A/c To Sales A/c (Sale of ₹ 594 was wrongly posted as ₹ 495, now rectified)	Dr.	99	99
(vi)	Return Inwards A/c To Suspense A/c (Return Inwards Book was undercasted, now rectified)	Dr.	10	10

## Suspense Account

Dr.			Cr.		
Date	Particulars	Amount ₹	Date	Particulars	Amount ₹
(i)	Personal	788		Balance b/d	261
(iv)	Customer	9	(ii)	Depreciation	625
(v)	Sales	99	(vi)	Return Inwards	10
		896			896

**Q.44** The accountant of a firm finds that the Trial Balance as on 31st March, 2019 is out by an excess debit of ₹ 283. He placed the amount in the Suspense Account. In the first week of April, 2019, he discovered the following errors. Pass the Journal entries necessary to rectify these errors and show the Suspense Account as it would appear at the end of the week. Have you any comment to make?

- (i) Cash paid to Amar Nath, ₹ 75, was posted to the credit of Amar Singh's Account as ₹ 57.
- (ii) Discount allowed by Brijesh of ₹ 5 was not entered in the Cash Book but Brijesh stands debited correctly.
- (iii) No entry was made for goods worth ₹ 40 taken away by proprietor for personal use.
- (iv) ₹ 500 received from Jhaveri Bros. for interest on loan advanced to them were recorded in the Cash Book.

But the entry was not posted in the Ledger.

- (v) The total of Returns Outward Book was short by ₹ 100.

The solution can be presented as follows

## Journal

Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
2019				
(i)	Amar Nath Dr. 75 Amar Singh Dr. 57 To Suspense A/c (Cash paid to Amar Nath ₹ 75 was wrongly Credited to Amar Singh as ₹ 57, now rectified)			132
(ii)	Suspense A/c Dr. 5 To Discount Received A/c (Discount Received by Brijesh was omitted to be recorded in Discount column but was recorded in Brijesh's Account, now rectified)		5	5
(iii)	Drawings A/c Dr. 40 To Purchases A/c (Goods Drawn by proprietor was not recorded, now recorded)		40	40
(iv)	Suspense A/c Dr. 500 To Interest on Advance A/c (Interest on Advances received from Jhaveri Bros was not posted into Ledger, now rectified)		500	500
(v)	Suspense A/c Dr. 100 To Return Outwards A/c (Return Outwards Book undercasted, now rectified)		100	100

## Suspense Account

Dr.			Cr.		
Date	Particulars	Amount (₹)	Date	Particulars	Amount (₹)
(ii)	Discount Received	5		Balanced b/d	283
(iv)	Interest on Advances	500	(i)	Amar Nath	75
(v)	Return Outwards	100	(i)	Amar Singh	57
				Balance c/d	190
		605			605

**Q.45 Rectify the following errors found in the books of Bheem. Trial Balance had ₹ 930 excess credit. The difference has been posted to a Suspense Account:**

- (i) The total of Returns Inward Book has been cast ₹ 1,000 short.
- (ii) The purchase of an office table costing ₹ 3,000 has been passed through the Purchases Book.
- (iii) ₹ 3,750 paid for wages to workmen for making showcases had been charged to the Wages Account.
- (iv) A purchase of ₹ 670 had been posted to the Creditors' Account as ₹ 600.
- (v) A cheque for ₹ 2,000 received from Nakul had been dishonoured and was passed to the debit of the Allowances Account.
- (vi) An amount of ₹ 15,720 due from Prasad written off as had in a previous year, was recovered and credited to the Personal Account of Prasad.

**After rectification reflect the transactions in the Suspense Account.**

The solution can be presented as follows



## Journal

Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
(i)	Return Inwards A/c To Suspense A/c (Return Inwards was undercast, now rectified)	Dr.	1,000	1,000
(ii)	Furniture A/c To Purchases A/c (Purchase of Office Furniture was wrongly entered in Purchases Book, now rectified)	Dr.	3,000	3,000
(iii)	Furniture A/c To Wages A/c (Wages paid for making showcases was wrongly charged to Wages Account, now rectified)	Dr.	3,750	3,750
(iv)	Suspense A/c To Creditors (Purchase of ₹ 670 was Credited to Creditors as ₹ 600, now rectified)	Dr.	70	70
(v)	Nakul To Allowances A/c (Nakul's Cheque was dishonoured and was wrongly debited to Allowances Account, now rectified)	Dr.	2,000	2,000
(vi)	Prasad To Bad Debts Recovered A/c (Bad debts recovered from Prasad wrongly credited to his personal account, now rectified)	Dr.	15,720	15,720

## Suspense Account

Dr.			Cr.		
Date	Particulars	Amount (₹)	Date	Particulars	Amount (₹)
(iv)	Balance b/d	930	(i)	Return Inwards	1,000
	Creditors	70			
		1,000			1,000

**Q.46** The Trial Balance of M/s. Gupta & Sons shows a difference of ₹ 52,200. To prepare the Final Account on 31<sup>st</sup> March, 2019, this difference is placed in a Suspense Account. Afterwards the following errors were disclosed. Pass the necessary entries to rectify them and show the Suspense Account.

- (i) Purchases Book total had been undercasted by ₹ 20,000.
- (ii) A cheque received from Vasudev for ₹ 7,800 had been debited in the Cash Book but not posted in Vasudev's Personal Account.
- (iii) Returns Outward Book had been overcasted by ₹ 10,000.
- (iv) Goods returned by Yash Pal worth ₹ 15,000 have been entered in Returns Outward Book. However, Yash Pal's Account is correctly posted.

The solution can be presented as follows

## Journal

Date	Particulars	L.F.	Debit Amount (₹)	Credit Amount (₹)
2019				
(i)	Purchases A/c Dr. To Suspense A/c (Purchases was undercast, now rectified)		20,000	20,000
(ii)	Suspense A/c Dr. To Vasudev (Cheque received from Vasudev was not recorded in his account, now recorded)		7,800	7,800
(iii)	Return Outwards A/c Dr. To Suspense A/c (Return Outwards Book was overcast, now rectified)		10,000	10,000
(iv)	Return Inward A/c Dr. Return Outwards A/c Dr. To Suspense A/c (Goods returned by Yash Pal was wrongly entered in the Return Outwards Book but Correctly posted to his account, now rectified)		15,000 15,000	30,000

## Suspense Account

Dr.			Cr.		
Date	Particulars	Amount (₹)	Date	Particulars	Amount (₹)
(ii)	Difference in Trial Balance	52,200	(i)	Suspense	20,000
	Vasu Dev	7,800	(iii)	Return Outwards	10,000
			(iv)	Return Inwards	15,000
				Return Outwards	15,000
		60,000			60,000

**Q.47** The Trial Balance of S. Sen did not agree and the difference in books was carried to a Suspense Account. Pass the entries required to rectify the following errors which accounted for the difference. Also, prepare the Suspense Account:

- (i) A Sales Invoice for ₹ 1,000 for goods sold on credit to B. Basu was entered in the Purchases Book but in the Ledger, the amount was correctly debited to the account of B. Basu.
- (ii) Goods bought on credit from Ram Lal for ₹ 1,500 were wrongly debited to his account as ₹ 5,100
- (iii) An amount of ₹ 275 was posted as ₹ 325 to the debit side of the Commission Account.
- (iv) The Sales Book for the month of April was undercasted by ₹ 100.
- (v) ₹ 460 paid for building repairs was debited to the Building Account as ₹ 640.

The solution can be presented as follows

**Books of S. Sen**  
**Journal**

Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Suspense A/c To Sales A/c To Purchases A/c (Goods sold to B. Basu was entered in Purchases book and debited to his account, now rectified)	Dr.	2,000	1,000 1,000
(ii)	Suspense A/c To Ram Lal (Bought goods from Ram Lal ₹ 1,500 was wrongly debited to his account as ₹ 5,100, now rectified)	Dr.	6,600	6,600
(iii)	Suspense A/c To Commission A/c (Commission ₹ 275 was wrongly debited a ₹ 325, now rectified)	Dr.	50	50
(iv)	Suspense A/c To Sales A/c (Sale Book was undercast, now rectified)	Dr.	100	100
(v)	Building Repair A/c Suspense A/c To Building A/c (Building Repair ₹ 460 was debited to Building Account as 640, now rectified)	Dr. Dr.	460 180	640

## Suspense Account

Dr.			Cr.		
Date	Particulars	Amount ₹	Date	Particulars	Amount ₹
(i)	Sales	1,000			
	Purchases	1,000			
(ii)	Ram Lal	6,600			
(iii)	Commission	50			
(iv)	Sales	100			
(v)	Building	180		Balance c/d	8,930
		8,930			8,930

**Q.48** The bookkeeper of a firm found that his Trial Balance was out (excess credit) by ₹ 742. He placed the amount in a Suspense Account and subsequently found the following errors:

- A discount of ₹ 178 was allowed to Ramesh but in his account only ₹ 100 is recorded.
  - The total of the Purchases Book was ₹ 1,000 short.
  - A sale of ₹ 375 to Kohli was entered in the Sales Book as ₹ 735.
  - From the Purchases Book, Bose's Account was debited with ₹ 175.
  - Cash ₹ 250 received from Maitra against debt previously written off was credited to his account.
  - Purchase of office furniture worth ₹ 750 on credit from Delhi Furnitures was entered in the Purchases Book.
  - While carrying forward the total of the Sales Book from one page to another the amount of ₹ 11,358 was written as ₹ 11,538.
  - The proprietor took goods of the value of ₹ 150 for his domestic consumption. No record of it has been made in the books.
  - Repairs bill of ₹ 410 for the proprietor's personal car, has been paid by the firm and debited to the Repairs Account.
  - A sale to Kassim of ₹ 700 has been entered in the Purchases Book.
- Rectify the errors by means of suitable Journal entries and show the Suspense Account.

The solution can be presented as follows

## Journal

Date	Particulars	L.F.	Debit Amount ₹	Credit Amount ₹
(i)	Suspense A/c To Ramesh (Discount allowed ₹ 178 to Ramesh was wrongly entered as ₹ 100 in his account, now rectified)	Dr.	78	78
(ii)	Purchases A/c To Suspense A/c (Purchases Book was undercast, now rectified)	Dr.	1,000	1,000
(iii)	Sales A/c To Kohli (Sale of Goods ₹ 375 was wrongly entered as ₹ 735 in Sales Book, now rectified)	Dr.	360	360
(iv)	Suspense A/c To Bose (Purchases from Bose ₹ 175 was debited to his account, now rectified)	Dr.	350	350
(v)	Maitra To Bad Debt Recovered A/c (Cash Received from Maitra which had been previously written off as bad debt, was Credited to account, now rectified)	Dr.	250	250
(vi)	Furniture A/c To Purchases A/c (Purchases of Office furniture was wrongly entered in the Purchases Book, now rectified)	Dr.	750	750
(vii)	Sales A/c To Suspense A/c (Total of Sales Book carry forward by excess amount, now rectified)	Dr.	180	180
(viii)	Drawings A/c To Purchases A/c (Goods drawn by proprietor was not recorded, now rectified)	Dr.	150	150
(ix)	Drawings A/c To Repair A/c (Repair of proprietor's personal Car was wrongly debited to Repairs Account, now rectified)	Dr.	410	410
(x)	Kassim To Sales A/c To Purchases A/c (Sale to Kassim was wrongly entered in the Purchases Book, now rectified)	Dr.	1,400	700 700

**Suspense Account**

Dr.			Cr.		
Date	Particulars	Amount ₹	Date	Particulars	Amount ₹
(i) (iv)	Balance b/d	742	(ii)	Purchases	1,000
	Ramesh	78	(vii)	Sales	180
	Bose	350			
	Balance c/d	10			
		1,180			1,180