

Q21. Enter the following transactions in Journal of Suresh, Delhi who trades in readymade garment:

2024		
April. 1	Suresh paid in bank as Capital	60,000
April. 2	He bought goods and paid by cheque	24,000
April. 3	Sold goods to Mukand & Co. Delhi	6,700
April. 4	Sold goods for cash	10,900
April. 5	Paid sundry expenses in cash	3,000
April. 8	Paid for office furniture and fittings by cheque	4,000
April. 9	Bought goods from Ramesh & Bros.	10,600
April. 11	Returned Goods to Ramesh & Bros.	1,500
April. 12	Issued cheque to Ramesh & Bros. in settlement	8,500
April. 12	Goods costing 5,000 destroyed by fire.	
April. 20	Insurance company paid claim	4,000
April. 30	Bank charged interest	200
April. 30	Borrowed from Ridhi @ 10% per annum interest	50,000
April. 30	Received from Mukand & Co. on account	3,000
April. 30	Sold household furniture and paid the amount into business	10,000
April. 30	Sold goods costing 5,000 to Anita for Cash at a Profit of 20% on cost , less 20% trade discount	
April. 30	Sold goods costing 20,000 to Sunil at a profit of 20% on sale less 20% Trade discount and paid cartage 150 (to be charged from customer).	

Solution – Journal Entries

Date	Particulars	L.F.	Dr.	Cr.
2024				
April. 1	Bank A/c To Capital A/c (Being Paid into bank as capital)Dr		60,000	60,000
April. 2	Purchase A/c To Bank A/c (Being Bought goods for cheque)Dr		24,000	24,000
April. 3	Mukand & Co. A/c To Sales A/c (Being sold goods to Mukand & Co.)Dr		6,700	6,700
April. 4	Cash A/c To Sales A/c (Being Sold goods for cash)Dr		10,900	10,900
April. 5	Sundry Expenses A/c To Cash A/c (Being Paid sundry expenses)Dr		3,000	3,000
April. 8	Furniture and Fitting A/c To Bank A/c (Being Cash paid by cheque for machine)Dr		4,000	4,000

April. 9	Purchase A/cDr To Ramesh & Bros. A/c (Being Bought goods from Ramesh and Bros.)		10,600	10,600
April. 11	Ramesh & Bros. A/cDr To Purchase Return A/c (Being Good returned to Ramesh and Bros.)		1,500	1,500
April. 12	Ramesh & Bros. A/cDr To Bank A/c To Discount Received A/c (Being Cheque sent to Ramesh & Bros. and Discount Received)		9,100	8,500 600
April. 12	Loss by Fire A/cDr To Purchase A/c (Being Goods costing 5,000 destroyed by fire)		5,000	5,000
April. 20	Bank A/c ...Dr To Insurance & Co A/c (Being Insurance company paid claim)		4,000	4,000
April. 30	Interest A/cDr To Bank A/c (Being Bank charged interest)		200	200

April. 30	Cash A/cDr To Loan from Ridhi A/c (Being Borrowed from Ridhi @10% per annum)		50,000	50,000
April. 30	Cash A/cDr To Mukand & Co. A/c (Being Received from Mukand & Co. on account)		3,000	3,000
April. 30	Cash A/c ...Dr To Capital A/c (Being Sold household furniture and paid the amount into business)		10,000	10,000
April. 30	Anita A/c ...Dr To Sales A/c (Being sold goods costing 5,000 to Anita for cash at a profit of 20% on cost, less 20% trade discount)		4,800	4,800
April. 30	Sunil A/cDr To Sales A/c To Cartage A/c (Being Sold goods costing 20,000 o Sunil at a profit of 20% on sale less 20% Trade Discount and paid cartage 150)		19,350	19,200 150

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Q22. Journalise the following transactions in the books of M/s. R.K. & Co.:

- I. Purchased goods of list price of 20,000 from Vishal at 20% trade discount against cheque payment.
- II. Purchased goods of list price of 20,000 from Naman at 15% trade discount against cash.
- III. Purchased goods of list price of 30,000 from Amrit at 20% trade discount.
- IV. Purchased goods from Hari & Co. of list price 40,000 for 35,000 against cash.
- V. Goods purchased from Amrit of list price 10,000 returned.
- VI. Sold goods to Parul of list price of 40,000 at 10% trade discount against cheque payment
- VII. Sold Goods to Aman of list price of 30,000 at 10% Trade discount against cash.
- VIII. Sold goods to Pawan of list price of 20,000 at 10% trade discount.
- IX. Sold goods to Yamini of list price of 25,000 for 23,000.
- X. Sold goods costing 10,000 at cost plus 20% less 10% trade discount to Bhupesh.
- XI. Sold goods purchased at list price of 50,000 sold at a profit of 25% less 10% trade discount against cheque.
- XII. Aman returned goods of list price of 10,000 sold to him at 10% trade discount.

Solution -

Journal Entries

Date	Particulars	L.F.	Dr.	Cr.
2024				
1	Purchase A/cDr To Bank A/c (Being Purchased good 20,000 from vishal at 20% trade discount by cheque) Note - $20,000 \times 20\% = 4,000$ $20,000 - 4,000 = 16,000$		16,000	16,000
2	Purchase A/cDr To Cash A/c (Being Purchased good 20,000 from Naman at 15% Trade discount by cash) Note - $20,000 \times 15\% = 3,000$ $20,000 - 3,000 = 17,000$		17,000	17,000
3	Purchase A/cDr To Amrit A/c (Being Purchased good 30,00 from Amrit at 20% of trade discount) Note - $30,000 \times 20\% = 6,000$		24,000	24,000

	30,000 - 6,000 = 24,000			
4	Purchase A/cDr To Cash A/c (Being Goods purchase from Hari & Co. at 40,000 for against 35,000 in cash)		35,000	35,000
5	Amrit A/cDr To Purchased Return A/c (Being Goods Return to Amrit) Note - 10,000 x 20% = 2,000 10,000 - 2,000 = 8,000		8,000	8,000
6	Bank A/cDr To Sales A/c (Being Good sold to Parul 40,000 at 10% Trade discount by cheque) Note - 40,000 x 10% = 4,000 40,000 - 4,000 = 36,000		36,000	36,000
7	Cash A/cDr To Sales A/c (Being Goods sold to Aman 30,000 at 10% trade discount by cash) Note - 30,000 x 10% = 3,000		27,000	

8	30,000 - 3,000 = 27,000		18,000	27,000
	Pawan A/cDr To Sales A/c (Being Goods sold to Pawan 20,000 at 10% trade discount) Note - 20,000 x 10% = 2,000 20,000 - 2,000 = 18,000			
	Yamini A/cDr To Sales A/c (Being Good sold to yamini of 25,000 for 23,000)			18,000
9	Bhupesh A/cDr To Sales A/c (Being good sold 10,000 at cost plus 20% and less 10% of trade discount)		23,000	23,000
10	Note - 10,000 x 20% = 2,000 10,000 + 2,000 = 12,000 12,000 x 10% = 12,00 12,000 - 12,00 = 10,800		10,800	10,800
	Bank a/c Dr.			

11	To sales a/c (goods sold against cheque)			
	Sales Return A/c To Aman A/c (Being paid Life insurance for employee)Dr	45000	45000
			9,000	9,000

Q23. Journalise the following transaction in the books of Bhushan Agencies:

- I. Received cash from Bharat 20,000, allowed him discount of 500.
- II. Received from Vikas 35,000 by cheque, allowed him discount 750.
- III. Received cash from Akhil 38,000 in settlement of his dues of 40,000.
- IV. Received from Amrit 50,000 by cheque on account against dues of 60,000.
- V. Paid cash 39,200 to suresh in settlement of his dues, availed discount of 2%
- VI. Paid by cheque 25,000 to Mehar in settlement of her dues of 26,000
- VII. Paid 25,000 to Yogesh by cheque on account.
- VIII. Purchased goods costing 1,00,000 against cheque and availed discount of 3%
- IX. Purchased goods costing 60,000 from Akash & Co., paid 50% immediately availing 3% discount.
- X. Sold goods of 30,000 against cheque allowing 2% discount.
- XI. Sold goods of 60,000 to Vimal received 50% of due amount allowing 2% discount.
- XII. Mittal Bros. purchased 100 shawls @ 3,000 per shawl. Allowed 10% trade discount and 3% Cash Discount if payment is made within 14 days. Mittal Bros. received 10 shawls of poor quality, which it returned. Mittal Bros. settled the payment in 10 days.

- XIII. Sold to Gupta Shawls, 100 shawls @ 200 per shawl on 4th January, 2024. Trade discount 25% and cash discount 5% if full payment is made within 14 days. Gupta shawls sent 50% of the payment on 14th January, 2024 and balance payment on 10th February, 2024.

Solution - Journal Entries

Date	Particulars	L.F.	Dr.	Cr.
2024				
1	Cash A/cDr Discount Allowed A/cDr To Vikas A/c (Being Received cash from Bharat 20,000 allowed him discount 500)		20,000 500	20,500
2	Bank A/cDr Discount allowed A/cDr To Vikas A/c (Being Received 35,000 from Vikash by cheque and discount 750)		35,000 750	35,750
3	Cash A/cDr Discount Allowed A/cDr To Akhil A/c (Being Cash received from Akhil 38,000 in settle dues of 40,000)		38,000 2,000	40,000
	Bank A/cDr			

4	To Amrit A/c (Being Received 50,000 from Amrit by cheque)		50,000	
	Suresh A/cDr To Cash A/c To Discount Received A/c (Being paid cash 39,200 to suresh in settle and discount 2%)			50,000
5			40,000	
				39,200
				800
6	Maher A/cDr To Bank A/c To Discount Received A/c (Being Cash paid by cheque 25,000 to Maher in settle of her dues 26,000)		26,000	
				25,000
				1,000
7	Yogesh A/cDr To Bank A/c (Being Paid 25,000 to Yogesh by cheque)			
			25,000	
	Purchase A/cDr To Bank A/c (Being Purchased good 1,00,000 by cheque and discount 3%)			25,000
8			97,000	
	Purchase A/c ...Dr To Akash & Co A/c To Cash A/c To Discount Received A/c			97,000

9	<p>(Being Goods purchased 60,000 from Akash and paid 50% immediately and 3% discount)</p> <p>Note - $60,000 \times 50 \% = 30,000$</p> <p>$30,000 \times 3\% = 900$</p> <p>$30,000 - 29,100$</p>		60,000	<p>30,000</p> <p>29,100</p> <p>900</p>
	<p>Bank A/cDr</p> <p>Discount Allowed A/c ...Dr</p> <p>To Sales A/c</p> <p>(Being goods sold 30,000 by cheque and discount 2%)</p>			
10	<p>Vimal A/cDr</p> <p>Cash A/cDr</p> <p>Discount Allowed A/c ...Dr</p> <p>To Sales A/c</p> <p>(Being Goods sold 60,000 to Vimal and received 50% of due amount and discount 2%)</p>		<p>29,400</p> <p>600</p>	<p>30,000</p>
11	<p>Note - $60,000 \times 50\% = 30,000$</p> <p>$30,000 - 600 = 29,400$</p>		<p>30,000</p> <p>29,400</p> <p>600</p>	<p>60,000</p>

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Q24. Journalise the following transactions:

- I. Shyam became insolvent. Compensation of 75 paise in a rupee was received from his Official Receiver. He owed us 10,000
- II. Received cash from Ramesh whose account was written off last year as bad debt 5,000
- III. Rent due to landlord 8,000
- IV. Salaries due to staff 10,000
- V. Placed an order with Rakesh for supply of goods of the list price of 1, 00,000. In this connection, Raman paid 10% of the list price as an advance by cheque.
- VI. Supplied goods costing 3,600 to Sanjay. Issued invoice at 20% above cost less 10% Trade Discount.
- VII. Paid cash to Radhey for Outstanding bill for printing.

Solution - Journal Entries

Date	Particulars	L.F.	Dr.	Cr.
2024				
1	Cash A/cDr		7,500	
	Bad Debts A/c ...Dr		2,500	
	To Shyam A/c			10,000
	(Being Shyam become insolvent only 75 paise in a rupee is receivable)			

2	Cash A/cDr To Bad Debts Recovered A/c (Being Amount received from Bad debts recovered)		5,000	5,000
3	Rent A/cDr To Outstanding Rent A/c (Being Rent due to landlord)		8,000	8,000
4	Salary A/cDr To Outstanding Salary A/c (Being Salary due to staff)		10,000	10,000
5	Advance Paid A/cDr To Bank A/c (Being An advance amount paid to Rakesh Mohan for an order)		10,000	10,000
6	Sanjay A/cDr To Sales A/c (Being Goods costing 3,600to sanjay at 20% above cost less 10% trade discount)		38,880	38,880
7	Radhe A/cDr To Cash A/c (Being Received cash from M/s Hari)			

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Q25. Journalise the following entries:

- I. Goods costing 500 given as charity.
- II. Sold goods to Mayank of 1, 00,000, payable 25% by cheque at the time of sale and balance after 30 days of sale.
- III. Received 975 from Harikrishna in settlement of his account of 1,000.
- IV. Received dividend of 60 paisa in a rupee from the official Receiver of Rajan, Who owed us 1,000.
- V. Charge interest on Drawings 1,500.
- VI. Sold goods to Anil costing 40,000 for cash at a profit of 25% on cost less 20% trade discount.
- VII. Paid cartage of 100 for delivery of goods.
- VIII. Paid income tax 15,000.

Solution - Journal Entries

Date	Particulars	L.F.	Dr.	Cr.
2024				
1	Charity A/c To Purchase A/cDr	500	500

	(Being Goods given to charity)			
2	Bank A/cDr Mayank A/c ...Dr To Sales A/c (Being sold goods to mayank of 1,00,000 payable 25% by cheque)		25,000 75,000	1,00,000
3	Cash A/cDr Discount Allowed A/c ...Dr To Hari Krishna A/c (Being Hari Krishna settle of his account)		975 25	1,000
4	Cash A/cDr Bad Debts A/c ...Dr To Rajan A/c (Being Received dividend of 60 paisa in a rupee from ranjan)		600 400	1,000
5	Drawing A/cDr To Interest on Drawing A/c (Being Charge interest on drawing)		1,500	1,500
6	Cash A/cDr To Sales A/c (Being Sold good to anil costing 40,000 for cash at the profit of 25% on cost less 20% trade discount)		40,000	40,000

7	Cartage A/cDr To Cash A/c (Being Paid cartage)		100	100
8	Drawing A/cDr To Bank A/c (Being Paid income tax)		15,000	15,000