

TS Grewal

Class 11

Accountancy Solutions



CHAPTER-14 - Adjustments in Preparation of Financial Statements

Q1

Solution:

Please find below the transactions under profit and loss account:

Profit & Loss A/c for the year ending 31st March, 3018

Dr.			Cr.
Particulars	₹	Particulars	₹
To Salaries	8,000	By Gross Profit b/d	10,900
To Repairs	1,900	By Net Loss c/d	24,900
To Rent: 4,500	5,000		
Add: Unpaid Rent: 500			
To Bad Debts	5,000		
To Depreciation:			
Machine & Plant: 12,000	15,900		
Vehicle Delivery: 3,900			
Total	35,800	Total	35,800

Q2

Solution:

Please find below the transactions under trading account:

Trading A/c
For the year ending 31st March, 2018

Dr.			Cr.
Particulars	₹	Particulars	₹
To Opening Stock			
To Purchase:	20,000	By Sales:	
1,05,000		1,64,000	
Less: Return Outward:	1,00,000	Less: Return Inward:	1,61,000
5,000	50,000	3,000	
To Wages	8,000	By Closing Stock	14,500
To Manufacturing Expenses	1,500	By Gross Loss c/d	5,000
To Carriage	1,000	(bal.fig.)	
To Gross Profit c/d			
Total	1,80,500	Total	1,80,500

Please find below the transactions under profit and loss account:

Profit & Loss A/c
for the year ending 31st March, 2018

Particulars	₹	Particulars	₹
To Gross Loss b/d	5,000	By Net Loss	27,900
To Repairs	500	c/d	
To Rent: 4,000		(bal.fig.)	
Add: Unpaid Rent: 400	4,400		
To Miscellaneous Expenses	7,000		
To Bad Debts: 2,000			
Add: Bad Debts Written Off:	7,000		
5,000	4,000		
To Depreciation			
Total	27,900	Total	27,900

Q3

Solution:

Please find below the transactions under trading account:

Trading A/c
For the year ended 31st March, 2018

Dr.			Cr.
Particulars	₹	Particulars	₹
To Opening Stock	6,00,000	By Sales	16,00,000
To Wages: 1,00,000 Add: Due wages: 5,000	1,05,000	By Closing Stock	8,00,000
To Purchase	8,00,000		
By Gross Profit c/d (bal.fig)	8,95,000		
Total	24,00,000	Total	24,00,000

Please find below the extract of balance sheet:

Balance Sheet
as on 31st March, 2018

Liabilities	₹	Assets	₹
Capital: 9,00,000	15,50,000	Machine:	3,60,000
Add: Interest: 45,000		4,00,000	
Add: Net Profit:		Less:	
6,05,000		Depreciation:	
		40,000	
		Current Assets	
Current Liabilities		Closing Stock	
Sundry Creditors	4,50,000	Sundry Debtors	8,00,000
Due Salary	45,000	Rent Prepaid	
Due Wages	5,000	Bank cash	4,40,000
		Receivable	10,000
		Bills	1,00,000
		Cash in Hand	
			2,90,000
			50,000
Total	20,50,000	Total	20,50,000

Q4

Solution:

Please find below the transactions under trading account:

Trading A/c
For the year ended 31st March, 2018

Dr.			Cr.
Particulars	₹	Particulars	₹
To Opening Stock	42,000	By Sales	1,55,000
To Purchase: 82,600		By Closing	
Less: Return Outward:	81,000	Stock	64,000
1,600			
To Carriage Inward	1,200		
To Wages 4,000	6,400		
Add: Due Wages 2,400	6,000		
To Power			
To Gross Profit c/d (bal.fig.)	82,400		
	2,19,000		2,19,000

Please find below the transactions under profit and loss account:

Profit & Loss A/c
for the year ended 31st March, 2018

Dr.			Cr.
Particulars	₹	Particulars	₹
To Salary	15,000	By Gross Profit b/d	82,400
To Rent: 22,000 Add: o/s rent: 2,000	24,000		
To O/s bank loan interest			
To Bad Debts: 600 Add: Provision for Doubtful Debts: 1,000	1,000 1,600		
To Insurance 3,600 Less: Prepaid 2 months (600)	3,000		
To Depreciation on: Machine: 5000 Furniture: 700	5,700		
To Net Profit c/d (bal.fig)	32,100		
	82,400		82,400

Q5

Solution:

Please find below the transactions under trading account:

**Trading A/c
for the year ended 31st March, 2018**

Dr.			Cr.
Particulars	₹	Particulars	₹
Opening Stock	25,000		
Wages: 1,200	12,600	Sales: 2,27,800	2,26,900
Add: Due wages: 600	1,19,000	Less: Returns: 900	7,000
Purchase: 1,20,000	77,300	Closing Stock	
Less: Return: 1,000			
	2,33,900		2,33,900

Q6

Solution:

Please find below the transactions under trading account:

Trading A/c
For the year ended 31st March, 2018

Dr.			Cr.
Particulars	₹	Particulars	₹
Opening Stock	2,20,000	Sales: 15,00,000	14,80,000
Purchase	11,00,000	Less: Return: 20,000	
Carriage on Purchase	18,000	Closing Stock	2,00,600
Gross Profit	3,42,000		
	16,80,600		16,80,600

Q7

Solution:

Please find below the transactions under trading account:

Trading Account

Dr.			Cr.
Particulars	₹	Particulars	₹
To Opening Stock	45,000	By Sales: 4,35,000	4,28,000
To Purchase: 2,95,000		Less: Sales Return:	
Less: Purchase Return: 4,000	2,91,000	(7,000)	
To Wages: 40,000		By Closing Stock	75,000
Add: Due Wages: 5,000	45,000		
To Gross Profit c/d (bal.fig.)	1,22,000		
	5,03,000		5,03,000