

16. Pass journal entries for the following transactions;

- a) Muskaan started business with cash 3,00,000, stock 5,00,000 and building 25,00,000.
- b) Construction of power-back room 1,00,000.
- c) Paid insurance premium for stock 15,000 and self 7,000.
- d) Goods destroyed by fire 80,000, insurance claim lodged.
- e) Commission received 25,000, 20% being received in advance.
- f) Insurance company paid 80% in full and final settlement.
- g) Salaries paid 48,000 and due 22,000.
- h) Provide Depreciation on Building @ 10% per annum.

Journal a/c

a	Cash a/c Dr. Stock a/c Dr. Building a/c Dr. To capital a/c (business started by muskan)	300,000 500,000 2500,000	3300,000
b	Power back room a/c Dr. To cash a/c (Construction of power-back room)	100,000	100,000
c	Drawing a/c Dr. Insurance a/c Dr. To cash a/c (Paid insurance premium for stock)	7000 15000	22000
d		80000	

e	Insurance a/c Dr.		80000
	To purchase a/c		
	(Goods destroyed by fire)		
		25000	
F	Cash a/c Dr.		20,000
	To commission a/c		5000
	To commission received in advance		
	Commission received, 20%Commission received in advance)	64000	
G		16000	
	Bank a/c Dr.		80,000
	Loss by fire a/c Dr.		
	To insurance a/c		
H	(Insurance company paid)	70,000	
	Salary a/c Dr.		70,000
	To cash a/c		
	To outstanding salary a/c		
	(Salary paid and due)	250,000	
			250,000
	Depreciation a/c Dr.		
	To building a/c		
	(depreciation charge in building)		

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Q17. Following transactions of Ramesh for April, 2024 are given below. Journalise them.

2024		
April 1	Ramesh Started business with cash	1,00,000
April 2	Paid into bank	20,000
April 3	Bought goods for cash	50,000
April 4	Drew cash from bank for office use	10,000
April 13	Sold goods to Krishna	15,000
April 20	Bought goods from Shyam	22,500

April 22	Krishna returned goods	2,000
April 24	Received from Krishna	12,500
	Allowed him discount	500
April 28	Paid cash to Shyam	21,500
	Discount received	1,000
April 30	Sold for cash to Mohan, Rakesh and Aprilank	80,000
April 30	Paid rent	5,000
April 30	Paid Salary	10,000

Solution -

Journal Entries

Date	Particulars	L.F.	Dr.	Cr.
2024				
April 1	Cash A/c ....Dr		1,00,000	

	To Capital A/c (Being Started business with cash)			1,00,000
April 2	Bank A/c .....Dr To Cash A/c (Being Cash deposited in bank)		20,000	20,000
April 3	Purchase A/c .....Dr To Cash A/c (Being goods bought for cash)		50,000	50,000
April 4	Cash A/c .....Dr To Bank A/c (Being cash withdrew from bank)		10,000	10,000
April 13	Krishna A/c .....Dr To Sales A/c (Being sold good to Krishna)		15,000	15,000
April 20	Purchase A/c .....Dr To Shyam A/c (Being Goods purchased from Shyam)		22,500	22,500
April 22	Sales Return A/c .....Dr To Krishna A/c		2,000	2,000

	(Being Goods return by Krishna)				
April 24	Cash A/c	....Dr		12,500	
	Discount Allowed A/c	....Dr		500	
	To Krishna A/c				13,000
	(Being Cash received from Krishna and discount)				
April 28	Shyam A/c	...Dr		22,500	
	To Cash A/c				21,500
	To Discount Received A/c				1,000
	(Being Paid to Shyam and Discount received from him)				
April 30	Cash A/c	....Dr			
	To Sales A/c			80,000	
	(Being Sold for cash)				80,000
April 30	Rent A/c	...Dr			
	To Cash A/c			5,000	
	(Being Rent paid)				5,000
April 30	Salary A/c	.....Dr			
	To Cash A/c			10,000	
	(Being Paid Salary)				10,000

Q18. Journalise the following transactions of gurman:

2021

Jan. 1	guman started business with cash	2,00,000
Jan. 2	Paid into bank	60,000
Jan. 3	Bought goods from Singh & Co.	20,000
Jan. 3	Paid cartage on goods purchased	300
Jan. 4	Purchased furniture	2,000
Jan. 4	Paid advance for purchase of HP Printers for 15,000	5,000
Jan. 4	Purchased calculator	1,000
Jan. 4	Purchased computer and paid by cheque	13,000
Jan. 6	Paid for mobile bill and internet (office)	5,700
Jan. 8	Sold goods for Cash	4,000
Jan. 9	Sold goods to Sharda & Co.	10,000
Jan. 9	Paid cartage on goods sold to Sharda & Co.	200
Jan. 15	Paid to Singh & Co. on account	17,500
Jan. 25	Sold goods to Ray & Co.	5,600
Jan. 27	Received cheque from Sharda & Co. in settlement amount due from them	9,750
Jan. 31	Paid for electricity charges	1,000
Jan. 31	Paid salary to office staff	1,500
Jan. 31	Cash withdrawn for hospital expenses of owner	7,500

Solution -

Journal Entries

Date	Particulars	L.F.	Dr.	Cr.
2021				

Jan. 1	Cash A/c To Capital A/c (Being Rahul Started business)	....Dr	2,00,000	2,00,000
Jan. 2	Bank A/c To Cash A/c (Being Paid into bank)	....Dr	60,000	60,000
Jan. 3	Purchase A/c To Singh & Co. A/c (Being goods bought for Singh & Co)	....Dr	20,000	20,000
Jan. 3	Cartage A/c To Cash A/c (Being Paid Cartage )	....Dr	300	300
Jan. 4	Furniture A/c To Cash A/c (Being furniture purchased)	....Dr	2,000	2,000
Jan. 4	HP Printers A/c To Cash A/c (Being advance amount paid for placing an order of printer)	....Dr	5,000	5,000
	Calculator A/c	....Dr		

Jan. 4	To Cash A/c (Being Calculator Purchased)		1,000	1,000
	Computer A/c ....Dr			
Jan. 4	To Bank A/c (Being Computer purchased by cheque)		13,000	13,000
	Office Expenses A/c ...Dr			
Jan. 6	To Cash A/c (Being Paid mobile bill and internet)		5,700	5,700
	Cash A/c ....Dr			
Jan. 8	To Sales A/c (Being good Sold for cash)		4,000	4,000
	Sharda & Co. A/c ...Dr			
Jan. 9	To Sales A/c (Being Sold goods)		10,000	10,000
	Singh & Co. A/c ....Dr			
Jan. 15	To Cash A/c (Being paid cash)		17,500	17,500
	Ray & Co. A/c .....Dr			
Jan. 25	To Sales A/c		5,600	

	(Being sold goods to company)			5,600
Jan. 27	Bank A/c .....Dr Discount Allowed A/c .....Dr To Sharda & Co. A/c (Payment Received from Sharda & Co)		9,750 250	10,000
Jan. 31	Electricity Charges A/c .....Dr To Cash A/c (Being Paid for electricity charges)		1,000	1,000
Jan. 31	Salary A/c .....Dr To Cash A/c (Being Salary Paid to employee)		1,500	1,500
Jan. 31	Drawing A/c .....Dr To Cash A/c (Being Cash withdrew for hospital expenses)		7,500	7,500

Q19. Journalise the following transactions of Singh Enterprises, Delhi:

2024		
1	Started business with cash	50,000
2	Deposited Cheque from savings Account in firm's account	2,00,000
3	Received cheque from Ram as loan	50,000

4	Purchased goods for cash	15,000
11	Sold goods to M/s Hari sales, Delhi	12,000
13	Paid to Ramavtar by cheque advance for Machine	40,000
17	Received from M/s Hari Sales, Delhi	10,000
20	Bought furniture from S.R. Furniture against cheque payment	22,400
27	Paid rent by cheque	28,000
27	Sold the personal Car and invested the amount in business	80,000
27	Goods costing 2,000 were destroyed by fire. These goods were not insured	
	Paid life insurance premium for employees	
30	Paid salary	5,000
30		20,000

Solution –

Journal Entries

Date	Particulars	L.F.	Dr.	Cr.
2024				
1	Cash A/c .....Dr To Capital A/c (Being Business started with cash)		50,000	50,000
2	Bank A/c .....Dr To Capital A/c (Being Cheque deposited from saving Account to firm Account)		2,00,000	2,00,000
	Cash A/c .....Dr			

3	To Ram's Loan A/c (Being Received cash from Ram as loan)		50,000	50,000
4	Purchase A/c To Cash A/c (Being Goods purchase )	....Dr	15,000	15,000
11	M/s Hari A/c To Sales A/c (Being Goods sold on credit )	....Dr	12,000	12,000
13	Ramavtar A/c To Cash A/c (Being Cash paid by cheque for machine)	....Dr	40,000	40,000
17	Cash A/c To M/s Hari A/c (Being Received cash from M/s Hari)	....Dr	10,000	10,000
20	Furniture A/c To Bank A/c (Being Bought Furniture )	....Dr	22,400	22,400
27	Rent A/c To Bank A/c	...Dr	28,000	

27	(Being Rent paid by cheque)			28,000
	Bank A/c .....Dr To Capital A/c (Being Capital Introduce car)		80,000	80,000
27	Loss by Fire A/c ...Dr To Purchase A/c (Being Goods destroyed by fire)		2,000	2,000
	Insurance Premium A/c ....Dr To Cash A/c (Being paid Life insurance for employee)		5,000	5,000
30	Salary A/c .....Dr To Cash A/c (Being Salary paid)		20,000	20,000

Q20. Journalise the following transactions of Rakesh Agencies, Delhi (Proprietor Shri Rakesh):

2024		
Jan. 1	Rakesh commenced business with cash	50,000
Jan. 2	Purchased goods for cash	10,000
Jan. 5	Purchased goods from Mohan, Delhi	60,000
Jan. 7	Opened bank account with Bank of India	10,000

Jan. 10	Purchased furniture for office	2,000
Jan. 15	Sold goods for cash	8,000
Jan. 20	Sold goods to Ram of the list price of 1,25,000 less 20% Trade discount and 2% cash discount and paid 40% by cheque	
Jan. 25	Cash sales	3,500
Jan. 27	Paid to Mohan on account	3,000
Jan. 28	Ram returns goods of sale value	5,000
Jan. 31	Paid salaries	9,000
Jan. 31	Paid to the Petty Cashier	3,000
Jan. 31	Rejected and returned 55 of goods supplied by Mohan	

Solution -

Journal Entries

Date	Particulars	L.F.	Dr.	Cr.
2024				
Jan. 1	Cash A/c .....Dr To Capital A/c (Being Business started with cash)		50,000	50,000
Jan. 2	Purchase A/c .....Dr To Cash A/c (Being Goods Purchased)		10,000	10,000
Jan. 5	Purchase A/c .....Dr		60,000	

Jan. 7	To Mohan A/c (Being Goods purchased by Mohan)			60,000
	Bank A/c	....Dr	10,000	
	To Cash A/c (Being Opened bank Account)			10,000
Jan. 10	Furniture A/c	....Dr	2,000	
	To Cash A/c (Being Furniture Purchased)			2,000
Jan. 15	Cash A/c	....Dr	8,000	
	To Sales A/c (Being Goods sold)			8,000
Jan. 20	Ram A/c	....Dr	60,000	
	Cash in Hand A/c	...Dr	39,200	
	Discount Allowed A/c	...Dr	800	
	To Sales A/c (Being Sold good to ram by cheque)			1,00,000
Jan. 25	Cash A/c	....Dr	3,500	
	To Sales A/c (Being Good Sold)			3,500

Jan. 27	Mohan A/c To Cash A/c (Being Paid to Mohan on account)	...Dr		3,000	3,000
Jan. 28	Sales Return A/c To Ram A/c (Being Goods return by Ram)	....Dr		5,000	5,000
Jan. 31	Salary A/c To Cash A/c (Being Salary paid)	...Dr		9,000	9,000
Jan. 31	Petty Cash A/c To Cash A/c (Being paid to Petty Cash)	....Dr		9,000	9,000
Jan. 31	Mohan A/c To Purchase A/c (Being goods supplied by Mohan )	.....Dr		3,000	3,000