

INSTRUCTIONS

1. This is a Group Assignment. Minimum Number of 10 and Maximum Number of 20.
2. Indicate your Name, Index Number, Student Number and Signature.
3. Deadline of Submission: 08/06/2023
4. Answer all Questions.

QUESTION 1

The Cashbook (bank column only) and the Bank statement of Susubiribi Enterprise are given below:

CASHBOOK

2022	Details	GH¢	2022	Details	GH¢
Jan. 1	Balance b/fwd	1,000	Jan. 2	Rent chq no 1158001	250
4	Cash deposit	1000	6	Aseda 1158002	232
8	Cheque deposits	304	8	Emerald Deku 1158003	1,138
15	Cash deposit	1,630	8	Philominal 1158004	230
29	Cheque deposits	3,052	9	Darko Anna 1158005	395
			12	Katrina 1158006	1,380
			15	Westel 1158009	225
			19	Insurance 1158010	91.2
				Balance c/d	3,044.8
		6,986			6,986

BANK STATEMENT

DATE	DETAILS	DR	CR	BALANCE
		GH¢	GH¢	GH¢
Jan. 1	Balance b/fwd			*****1000
4	Chq withdrawal 1158001	250		750
9	Cash deposit		1000	1750
14	Chq withdrawal 1158003	1,138		612
15	Dividend-Ecobank Ghana		63.4	675.4
17	Chq withdrawal 1158009	225		450.4
18	Chq withdrawal 1158010	91.2		359.2
18	Traders credit		210	569.2
30	Cheque deposits		3,052	3621.2
31	Standing order	230		3391.2
31	Charges	170		3,221.2
31	Cheque book fees	50		*****3,171.2

Required:

- a. Prepare an adjusted cash book showing the revised balance which should appear in the books of Susubiribi Enterprise as at 31st January, 2022.
- b. Prepare the bank reconciliation statement as at 31st January 2022.

Question 2

The trial balance of NIPA HIA MMOA Ltd. for the year ended 31st December 2021 failed to agree and the difference of GH¢81,000 was debited to the suspense account. Accounts were prepared on the basis of the trial balance and showed a net profit of GH¢2,000,000.

The following errors were subsequently discovered:

- a. The sales daybook had been overcast by GH¢9,000
- b. The discount allowed of GH¢61,200 correctly entered in the sales ledger had been posted to the wrong side of the discount allowed account in the nominal ledger
- c. Cheques received from Ibrahim a customer amounting to GH¢18,200 was entered correctly in the cash book but has been credited to the personal account as GH¢12,800
- d. A credit purchase of GH¢27,000 from Ruth has not been entered on her personal account in the bought ledger.
- e. A credit note of GH¢12,600 for goods returned by Korkor a customer had been entered twice in the return inward book and credited twice to the personal account of the customer
- f. A payment of GH¢39,000 on 30th Dec for repairs of motor vehicle had been debited to the motor vehicle account.
- g. Part of the company's premises had been let as from 1st December at a monthly rent of GH¢6,000 on 1st December. The tenant paid three months' rent in advance. This amount had been entered in the cash book but no other entry had been made in any other account.

You are required to:

- a. Write up journal entries to correct the above errors
- b. Show the suspense account
- c. Calculate the amount of the net profit after correcting the above errors