

# SVKM's NMIMS



## A Report on **Final Accounts of Galaxy Autos**

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### **Introduction**

In the year 2022, a new star was born in the ever-evolving galaxy of the automotive industry. This celestial addition was none other than "Galaxy Autos," a promising car dealership showroom that emerged with a vision to provide a stellar experience for car enthusiasts and prospective buyers. With a name that evokes images of boundless possibilities, Galaxy Autos commenced its journey with a robust capital of INR 1,000,000 and a commitment to setting new standards in the world of car sales.

## The Genesis

Galaxy Autos owes its existence to the vision of its founder, Ms. Sarah Patel. With a passion for cars that had been nurtured over the years, Ms. Patel dreamt of establishing a car dealership that would redefine the way people buy and experience automobiles. In 2022, she took a leap of faith and invested her INR 1,000,000 in turning her dream into a reality by launching Galaxy Autos.

The initial days of Galaxy Autos were marked by meticulous planning and a clear focus on creating a showroom that would stand out in a crowded marketplace. The first step was to secure a strategic location, a place that would be easily accessible to the target audience. With a prime urban spot and a well-thought-out business plan, Galaxy Autos was all set to embark on its celestial journey.

## Overcoming the Initial Hurdles

Galaxy Autos had to navigate through a series of challenges and obstacles during its early days. The most prominent among these challenges was establishing a brand identity and market presence in an industry dominated by established players.

To overcome this hurdle, Galaxy Autos adopted an approach that emphasized differentiation and innovation. The company positioned itself as a dealership that would not only provide a wide range of vehicles but also offer an immersive and educational experience for customers. Ms. Patel believed in the power of knowledge and decided to provide in-depth information on various car models, helping customers make informed decisions.

## **Stellar Growth**

One of the pivotal moments in its journey was the decision to diversify the product range. What began as a showroom offering a limited selection of car brands expanded to include a diverse array of vehicles, catering to various budgets and preferences. This diversification strategy allowed Galaxy Autos to connect with a broader customer base and increase its market share.

In addition to expanding its product portfolio, the company focused on enhancing its services. A state-of-the-art service center staffed with skilled technicians was established to provide top-notch maintenance and repairs. This focus on after-sales service not only led to enhanced customer satisfaction but also contributed to the company's bottom line.

The physical showroom underwent a transformation as well. From its humble beginnings, Galaxy Autos grew into a spacious and modern space, with a wide range of cars on display. The location was carefully chosen to attract foot traffic and create a memorable car-buying experience for customers.

## **The Galaxy Autos Experience**

Galaxy Autos recognized that purchasing a car is a significant decision for customers. It's a decision laden with choices and uncertainties. To address this, the company decided to offer more than just cars; it aimed to provide an exceptional buying experience.

The showroom was designed to be a welcoming and informative space. Knowledgeable sales representatives were trained to assist customers throughout the buying process, from understanding the features of different models to arranging test drives and discussing financing options. This personalized attention allowed customers to make informed choices, fostering trust and loyalty.

Transparency was another core value that Galaxy Autos upheld. Customers could expect clear and honest pricing, without any hidden fees or deceptive practices. In an industry sometimes known for its lack of transparency, Galaxy Autos stood out as a beacon of integrity.

## **A Commitment to Values**

Galaxy Autos didn't view itself as a mere business; it saw itself as a member of the community and a steward of the environment. Corporate social responsibility and sustainability were integral to its identity.

The company actively engaged in initiatives to reduce its environmental impact. It offered eco-friendly vehicle options and promoted responsible car ownership. Galaxy Autos also initiated programs to raise road safety awareness, providing resources and education to local schools and communities, reinforcing its commitment to safer roads.

## **Milestones and Achievements**

It achieved numerous significant milestones. These included surpassing annual sales targets, becoming an authorized dealer for prestigious car manufacturers, and receiving recognition for its excellence in customer service.

Furthermore, the company ventured into the digital realm, launching an online platform to facilitate car sales. This digital presence enabled Galaxy Autos to reach a wider market and cater to customers who preferred the convenience of online shopping.

## **Adapting to New Realities**

The automotive industry is a dynamic and ever-evolving space, and Galaxy Autos faced new challenges as it adapted to changing market dynamics. The world was shifting toward electric and hybrid vehicles, and Galaxy Autos embraced this change by investing in training and technology to become a leading seller of eco-friendly cars. The company aimed to not just meet but also lead in this transformative journey.

Economic fluctuations and market uncertainties were another set of challenges, but Galaxy Autos approached them with a resilient and adaptive business model. Maintaining financial stability was a key priority, ensuring that the company remained a dependable partner for customers, even during challenging times.

## **A Glimpse into the Future**

Today, Galaxy Autos stands as a testament to the power of vision, hard work, and unwavering dedication to values. What began as a small

showroom with an initial investment of INR 1,000,000 has evolved into a flourishing and respected enterprise. The journey from inception to the present has been marked by determination, innovation, and a relentless commitment to customer satisfaction.

Looking to the future, Galaxy Autos remains unwavering in its commitment to its core values. The company aims to further expand its presence, both within the country and on the international stage. It continues to invest in research and development to remain at the forefront of automotive technology, with a particular focus on electric and autonomous vehicles.

## **TRANSACTION ENTRIES:**

1. Invested INR 1,000,000 as initial capital into the business.
2. Purchased showroom space for INR 3,000,000, paying INR 500,000 as a down payment and taking a loan of INR 2,500,000.
3. Paid INR 50,000 for legal and registration fees for the showroom.
4. Bought 50 cars for the showroom for a total cost of INR 5,000,000.
5. Paid INR 100,000 for initial advertising and marketing expenses.
6. Received INR 300,000 from a bank loan to cover startup costs.
7. Hired five sales executives and paid them a combined monthly salary of INR 200,000.
8. Received INR 40,000 from the sale of the first car.
9. Paid INR 20,000 for utilities (electricity, water, etc.) for the showroom.
10. Purchased office furniture and equipment for INR 75,000.
11. Sold two more cars, generating INR 120,000 in revenue.
12. Paid INR 10,000 for cleaning and maintenance services.
13. Received INR 200,000 from the sale of four cars.
14. Paid INR 30,000 for insurance coverage for the showroom and cars.
15. Invested an additional INR 500,000 of personal savings into the business.
16. Purchased spare parts and accessories for cars for INR 50,000.
17. Hired a part-time accountant for INR 15,000 per month.
18. Paid INR 10,000 for security services.
19. Received INR 300,000 from selling six more cars.
20. Paid INR 25,000 for monthly rent for the showroom space.
21. Paid INR 40,000 for additional marketing and advertising.
22. Purchased cleaning supplies and equipment for INR 5,000.
23. Received INR 400,000 from the sale of eight cars.

24. Paid INR 18,000 as monthly installment on the showroom space loan.
25. Paid INR 12,000 for internet and phone services.
26. Hired a mechanic for INR 25,000 per month.
27. Received INR 500,000 from selling ten more cars.
28. Paid INR 8,000 for office stationery and supplies.
29. Paid INR 15,000 for vehicle registration and licensing fees.
30. Paid INR 5,000 for waste disposal services.
31. Purchased new signage for the showroom for INR 10,000.
32. Paid INR 12,000 for a software system to manage inventory and sales.
33. Hired a cleaning crew for INR 8,000 per month for maintaining the showroom's cleanliness.
34. Received INR 250,000 from selling five more cars.
35. Paid INR 5,000 for a professional photographer for showcasing car images online.
36. Invested INR 150,000 in expanding the showroom space.
37. Paid INR 35,000 for a security alarm system.
38. Purchased office computers for INR 30,000.
39. Received INR 300,000 from selling six more cars.
40. Paid INR 8,000 for website maintenance and updates.
41. Hired a part-time receptionist for INR 10,000 per month.
42. Invested INR 100,000 in a new advertising campaign.
43. Paid INR 7,000 for monthly vehicle maintenance services.
44. Received INR 180,000 from selling four more cars.
45. Paid INR 25,000 for showroom maintenance and repairs.
46. Purchased additional showroom lighting for INR 15,000.
47. Hired a part-time marketing consultant for INR 12,000 per month.
48. Received INR 200,000 from selling four more cars.
49. Paid INR 40,000 for a car detailing service.
50. Invested INR 75,000 in a social media marketing campaign.
51. Purchased office software and tools for INR 20,000.
52. Paid INR 5,000 for cleaning and maintenance supplies.
53. Received INR 220,000 from selling five more cars.
54. Paid INR 6,000 for a pest control service.
55. Invested INR 80,000 in expanding the showroom's parking area.
56. Paid INR 4,000 for bank service charges.
57. Hired a customer service representative for INR 12,000 per month.
58. Received INR 210,000 from selling four more cars.



59. Paid INR 30,000 for additional vehicle insurance.

60. Purchased a new sales desk for INR 8,000.

61. Invested INR 60,000 in a local radio advertising campaign.

62. Received INR 230,000 from selling six more cars.

63. Paid INR 10,000 for interior showroom decorations.

64. Hired a professional car photographer for INR 15,000.

65. Invested INR 70,000 in a showroom renovation project.

66. Paid INR 7,000 for a social media advertising campaign.

67. Received INR 240,000 from selling six more cars.

68. Purchased new showroom signage for INR 12,000.

69. Paid INR 8,000 for showroom cleaning supplies.

70. Invested INR 50,000 in a new showroom layout design.

71. Paid INR 7,000 for showroom signage installation.

72. Received INR 260,000 from selling five more cars.

73. Invested INR 75,000 in a TV and radio advertising campaign.

74. Paid INR 10,000 for website hosting and domain renewal.

75. Purchased new showroom furniture for INR 20,000.

76. Hired an interior designer for INR 18,000.

77. Received INR 280,000 from selling six more cars.

78. Paid INR 5,000 for showroom cleaning and maintenance services.

79. Invested INR 60,000 in expanding the showroom's inventory.

80. Paid INR 7,000 for a professional car wash service.

81. Hired a part-time data entry clerk for INR 10,000 per month.

82. Received INR 300,000 from selling seven more cars.

83. Invested INR 90,000 in a new showroom lighting system.

84. Paid INR 8,000 for showroom security upgrades.

85. Purchased office chairs and desks for INR 15,000.

86. Paid INR 6,000 for showroom floor repairs.

87. Received INR 320,000 from selling eight more cars.

88. Paid INR 12,000 for a car insurance policy.

89. Invested INR 70,000 in expanding the showroom's inventory.

90. Paid INR 5,000 for online advertising services.

91. Hired a part-time IT consultant for INR 15,000 per month.

92. Received INR 340,000 from selling seven more cars.

93. Invested INR 100,000 in a new showroom security system.

94. Paid INR 6,000 for a professional cleaning service.
95. Purchased office supplies and equipment for INR 10,000.
96. Paid INR 8,000 for showroom painting and decoration.
97. Received INR 360,000 from selling eight more cars.
98. Invested INR 80,000 in showroom signage and branding.
99. Paid INR 7,000 for showroom utility bills.
100. Distributed dividends of INR 50,000 to the shareholders.

## In the books of Galaxy Autos

### **JOURNAL ENTRIES**

<b>Date</b>	<b>Particulars</b>	<b>L. F</b>	<b>Debit Amount(Rs)</b>	<b>Credit Amount(Rs)</b>
1/04/22	Cash a/c Dr.  to Capital a/c  (Being Invested INR 10,00,000 as initial capital into the business.)		10,00,000	10,00,000
3/04/22	Purchase a/c Dr.  To Cash a/c  To Loan payable a/c  (Being Purchased showroom space for INR 30,00,000, making a down payment of INR 5,00,000 and taking a loan of INR 2,500,000)		30,00,000	5,00,000 25,00,000
5/04/22	Legal and Registration Fees a/c Dr.  To Cash a/c  (Being Paid INR 50,000 for legal and registration fees for the showroom. )		50,000	50,000
18/04/22	Advertisement a/c Dr.  To Cash a/c  (Being Paid INR 100,000 for initial advertising and marketing expenses)		1,00,000	1,00,000
21/04/22	Cash a/c Dr.		3,00,000	3,00,000



	To Bank Loan a/c (Being Received INR 3,00,000 from a bank loan to cover startup costs)			
28/04/22	Salary a/c Dr.  To Cash a/c (Being Paid a combined monthly salary of INR 2,00,000 to five sales executives)		2,00,000	2,00,000
29/04/22	Cash a/c Dr.  To Sales a/c (Being Received INR 14,00,000 from the sale of the first car)		14,00,000	14,00,000
30/04/22	Utility a/c Dr.  To Cash a/c (Being Paid INR 20,000 for showroom utilities, including electricity and water)		20,000	20,000
2/05/22	Purchase a/c Dr.  To Cash a/c (Being Purchased office furniture and equipment for INR 75,000)		75,000	75,000
6/05/22	Cash a/c Dr.  To Sales a/c (Being Sold two cars, generating INR 12,00,000 in revenue)		12,00,000	12,00,000
7/05/22	Maintenance a/c Dr.  To Cash a/c (Being Paid INR 10,000 for cleaning and maintenance services)		10,000	10,000
15/05/22	Cash a/c Dr.  To Sales a/c (Being Received INR 35,00,000 from the sale of four cars)		35,00,000	35,00,000
16/05/22	Insurance a/c		30,000	

	Dr. To Cash a/c (Being Paid INR 30,000 for insurance coverage for the showroom and cars)			30,000
18/05/22	Cash a/c Dr. To Capital a/c (Being Invested an additional INR 500,000 of personal savings into the business)		5,00,000	5,00,000
24/05/22	Purchase a/c Dr. To Cash a/c (Being Purchased spare parts and accessories for cars for INR 50,000)		50,000	50,000
1/06/22	Salary a/c Dr. To Cash a/c (Being Hired a part-time accountant for a monthly salary of INR 15,000)		15,000	15,000
3/06/22	Security a/c Dr. To Cash a/c (Being Paid INR 10,000 for security services)		10,000	10,000
8/06/22	Cash a/c Dr. To Sales a/c (Being Received INR 98,00,000 from the sale of six more cars)		98,00,000	98,00,000
10/06/22	Showroom a/c Dr. To Cash a/c (Being Paid INR 25,000 for monthly rent for the showroom space)		25,000	25,000
12/06/22	Advertising a/c Dr. To Cash a/c (Being Paid INR 40,000 for additional marketing and		40,000	40,000

	advertising expenses)			
16/06/22	Purchase a/c Dr.  To Cash a/c  (Being Purchased cleaning supplies and equipment for INR 5,000)		5,000	5,000
18/06/22	Cash a/c Dr.  To Sales a/c  (Being Received INR 400,000 from the sale of eight cars)		40,000	40,000
19/06/22	Interest a/c Dr.  To Cash a/c  (Being Paid INR 18,000 as a monthly installment on the showroom space loan)		18,000	18,000
21/06/22	Showroom a/c Dr.  To Cash a/c  (Being Paid INR 12,000 for internet and phone services)		12,000	12,000
23/06/22	Salary a/c Dr.  To Cash a/c  (Being Hired a mechanic for a monthly salary of INR 25,000)		25,000	25,000
4/07/22	Cash a/c Dr.  To Sales a/c  (Being Received INR 2,50,00,000 from the sale of ten more cars)		2,50,00,000	2,50,00,000
6/07/22	Purchase a/c Dr.  To Cash a/c  (Being Paid INR 8,000 for office stationery and supplies)		8,000	8,000
8/07/22	Vehicle Registration & Licensing a/c Dr.  To Cash a/c		15,000	15,000

	(Being Paid INR 15,000 for vehicle registration and licensing fees)			
13/07/22	Waste Disposal a/c Dr. To Cash a/c (Being Paid INR 5,000 for waste disposal services)		5,000	5,000
16/07/22	Purchase a/c Dr. To Cash a/c (Being Purchased new signage for the showroom for INR 10,000)		10,000	10,000
18/07/22	Purchase a/c Dr. To Cash a/c (Being Paid INR 12,000 for a software system to manage inventory and sales)		12,000	12,000
25/07/22	Salary a/c Dr. To Cash a/c (Being Hired a cleaning crew for INR 8,000 per month for maintaining the showroom's cleanliness)		8,000	8,000
30/07/22	Cash a/c Dr. To Sales a/c (Being Received INR 58,00,000 from selling five more cars)		58,00,000	58,00,000
1/08/22	Photographer a/c Dr. To Cash a/c (Being Paid INR 10,000 for a professional photographer to showcase car images online)		10,000	10,000
3/08/22	Showroom a/c Dr. To Cash a/c (Being Invested INR 1,50,000 in expanding the showroom space.)		1,50,000	1,50,000
3/08/22	Security a/c Dr.		35,000	

	To Cash a/c (Being Paid INR 35,000 for a security alarm system)			35,000
5/08/22	Purchase a/c Dr.  To Cash a/c (Being Purchased office computers for INR 30,000)		30,000	30,000
10/08/22	Cash a/c Dr.  To Sales a/c (Being Received INR 65,00,000 from selling six more cars)		65,00,000	65,00,000
12/08/22	Website maintenance a/c Dr.  To Cash a/c (Being Paid INR 8,000 for website maintenance and updates)		8,000	8,000
16/08/22	Salary a/c Dr.  To Cash a/c (Being Hired a part-time receptionist for a monthly salary of INR 10,000)		10,000	10,000
18/08/22	Advertisement a/c Dr.  To Cash a/c (Being Invested INR 1,00,000 in a new advertising campaign)		1,00,000	1,00,000
26/08/22	Maintenance a/c Dr.  To Cash a/c (Being Paid INR 80,000 for monthly vehicle maintenance services)		80,000	80,000
2/09/22	Cash a/c Dr.  To Sales a/c (Being Received INR 44,00,000 from selling four more cars)		44,00,000	44,00,000
6/09/22	Maintenance a/c Dr.		50,000	

	To Cash a/c (Being Paid INR 50,000 for showroom maintenance and repairs)			50,000
6/09/22	Purchase a/c Dr.  To Cash a/c (Being Purchased additional showroom lighting for INR 15,000)		15,000	15,000
8/09/22	Salary a/c Dr.  To Cash a/c (Being Hired a part-time marketing consultant for a monthly salary of INR 12,000)		12,000	12,000
12/09/22	Cash a/c Dr.  To Sales a/c (Being Received INR 42,00,000 from selling four more cars)		42,00,000	42,00,000
13/09/22	Car Detailing a/c Dr.  To Cash a/c (Being Paid INR 40,000 for a car detailing service)		40,000	40,000
15/09/22	Advertisement a/c Dr.  To Cash a/c (Being Invested INR 75,000 in a social media marketing campaign)		75,000	75,000

18/09/22	Purchase a/c Dr.  To Cash a/c (Being Purchased office software and tools for INR 20,000)		20,000	20,000
18/09/22	Maintenance a/c Dr.  To Cash a/c		5,000	5,000



	(Being Paid INR 5,000 for cleaning and maintenance supplies.")			
27/09/22	Cash a/c Dr.  To Sales a/c  (Being Received cash INR 670,000 from selling five more cars)		6,70,000	6,70,000
1/10/22	Pest Control a/c Dr.  To Cash a/c  (Being Paid INR 6,000 for a pest control service)		6,000	6,000
8/10/22	Showroom Parking a/c Dr.  To Cash a/c  (Being Invested INR 80,000 in expanding the showroom's parking area)		80,000	80,000
9/10/22	Bank Service a/c Dr.  To Cash a/c  (Being Paid INR 4,000 for bank service charges)		4,000	4,000
12/10/22	Salary a/c Dr.  To Cash a/c  (Being Hired a customer service representative for a monthly salary of INR 12,000)		12,000	12,000
18/10/22	Cash a/c Dr.  To Sales a/c  (Being Received INR 42,20,000 from selling four more cars)		42,20,000	42,20,000
19/10/22	Insurance a/c Dr.  To Cash a/c  (Being Paid INR 35,000 for additional vehicle insurance)		35,000	35,000
22/10/22	Purchase a/c Dr.		8,000	

	To Cash a/c (Being Purchased a new sales desk for INR 8,000)			8,000
23/10/22	Advertisement a/c Dr.  To Cash a/c (Being Invested INR 60,000 in a local radio advertising campaign)		60,000	60,000
31/10/22	Cash a/c Dr.  To Sales a/c (Being Received INR 230,000 from selling six more cars)		97,32,000	97,32,000
1/11/22	Showroom a/c Dr.  To Cash a/c (Being Paid INR 10,000 for interior showroom decorations)		10,000	10,000
3/11/22	Photographer a/c Dr.  To Cash a/c (Being Hired a professional car photographer for INR 15,000)		15,000	15,000
6/11/22	Showroom a/c Dr.  To Cash a/c (Being Invested INR 70,000 in a showroom renovation project)		70,000	70,000
9/11/22	Advertisement a/c Dr.  To Cash a/c (Being Paid INR 7,000 for a social media advertising campaign)		7,000	7,000
14/11/22	Cash a/c Dr.  To Sales a/c (Being Received INR 92,71,000 from selling five more cars)		92,71,000	92,71,000
16/11/22	Showroom a/c Dr.		35,000	35,000

	To Cash a/c (Being Purchased new showroom signage for INR 35,000)			
16/11/22	Maintenance a/c Dr.  To Cash a/c (Being Paid INR 8,000 for showroom cleaning supplies)		8,000	8,000
24/11/22	Showroom a/c Dr.  To Cash a/c (Being Invested INR 50,000 in a new showroom layout design)		50,000	50,000
26/11/22	Showroom a/c Dr.  To Cash a/c (Being Purchased new showroom signage for INR 22,000)		22,000	22,000
5/12/22	Cash a/c Dr.  To Sales a/c (Being Received INR 72,66,000 from selling five more cars)		72,66,000	72,66,000
7/12/22	Advertisement a/c Dr.  To Cash a/c (Being Invested INR 75,000 in a TV and radio advertising campaign)		75,000	75,000
10/12/22	Hosting & Domain a/c Dr.  To Cash a/c (Being Paid INR 35,200 for website hosting and domain renewal)		35,200	35,200
16/12/22	Purchase a/c Dr.  To Cash a/c (Being Purchased new showroom furniture for INR 65,000)		65,000	65,000
17/12/22	Interior Design a/c Dr.		25,000	25,000

	To Cash a/c (Being Hired an interior designer for INR 25,000)			
22/12/22	Cash a/c Dr.  To Sales a/c (Being Received INR 35,00,000 from selling two more cars)		35,00,000	35,00,000
25/12/22	Maintenance a/c Dr.  To Cash a/c (Being Paid INR 13,000 for showroom cleaning and maintenance services)		13,000	13,000
31/12/22	Showroom a/c Dr.  To Cash a/c (Being Invested INR 5,00,000 in expanding the showroom's inventory)		5,00,000	5,00,000
2/01/23	Car Wash Service a/c Dr.  To Cash a/c (Being Paid INR 7,000 for a professional car wash service)		7,000	7,000
3/01/23	Salary a/c Dr.  To Sales a/c (Being Hired a part-time data entry clerk for a monthly salary of INR 8,000)		8,000	8,000
11/01/23	Cash a/c Dr.  To Sales a/c (Being Received INR 1,01,21,999 from selling seven more cars)		1,01,21,999	1,01,21,999
14/01/23	Showroom a/c Dr.  To Cash a/c (Being Invested INR 90,000 in a new showroom lighting system)		90,000	90,000

14/01/23	Showroom a/c Dr.  To Cash a/c  (Being Paid INR 45,000 for showroom security upgrades)		45,000	45,000
14/01/23	Purchase a/c Dr.  To Cash a/c  (Being Purchased office chairs and desks for INR 27,999)		27,999	27,999
16/01/23	Maintenance a/c Dr.  To Cash a/c  (Being Paid INR 18,000 for showroom floor repairs)		18,000	18,000
28/01/23	Cash a/c Dr.  To Sales a/c  (Being Received INR 5,62,11,999 from selling twelve more cars)		5,62,11,999	5,62,11,999
3/02/23	Insurance a/c Dr.  To Cash a/c  (Being Paid INR 31,000 for a car insurance policy)		31,000	31,000
5/02/23	Showroom a/c Dr.  To Cash a/c  (Being Invested INR 8,00,000 in expanding the showroom's inventory)		8,00,000	8,00,000
6/02/23	Advertisement a/c Dr.  To Cash a/c  (Being Paid INR 8,000 for online advertising services)		8,000	8,000
6/02/23	Salary a/c Dr.  To Cash a/c  (Being Hired a part-time IT consultant for a monthly salary		15,000	15,000

	of INR 15,000)			
10/02/23	Cash a/c Dr.  To Sales a/c  (Being Received INR 25,00,000 from selling two more cars)		25,00,000	25,00,000
17/02/23	Showroom a/c Dr.  To Cash a/c  (Being Invested INR 1,00,000 in a new showroom security system)		1,00,000	1,00,000
21/02/23	Maintenance a/c Dr.  To Cash a/c  (Being Paid INR 6,000 for a professional cleaning service)		6,000	6,000
6/03/23	Showroom a/c Dr.  To Cash a/c  (Being Paid INR 8,000 for showroom painting and decoration)		8,000	8,000
8/03/23	Purchase a/c Dr.  To Cash a/c  (Being Purchased office supplies and equipment for INR 10,000)		10,000	10,000
15/03/23	Cash a/c Dr.  To Sales a/c  (Being Received INR 39,00,000 from selling three more cars)		39,00,000	39,00,000
18/03/23	Showroom a/c Dr.  To Cash a/c  (Being Invested INR 80,000 in showroom signage and branding)		80,000	80,000
23/03/23	Showroom a/c Dr.		7,000	



	To Cash a/c (Being Paid INR 7,000 for showroom utility bills)			7,000
31/03/23	Dividend a/c Dr.  To Cash a/c (Being Distributed dividends of INR 50,000 to the shareholders)		50,000	50,000
			17,78,62,197	17,78,62,197

## **Ledger**

### Books of Galaxy Autos

Cash A/c							
DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
1/04/22	To Capital a/c		10,00,000	3/04/22	By Purchase a/c		5,00,000
21/04/22	To Bank Loan a/c		3,00,000	5/04/22	By Legal and Registration Fees a/c		50,000
29/04/22	To Sales a/c		14,00,000	18/04/22	By Advertisement		1,00,000
6/05/22	To Sales a/c		12,00,000	28/04/22	By Salary a/c		2,00,000

2						
15/05/22	To Sales a/c		35,00,000	30/04/22	By Utility a/c	20,000
18/05/22	To Capital a/c		5,00,000	2/05/22	By Purchase a/c	75,000
8/06/22	To Sales a/c		98,00,000	7/05/22	By Maintenance a/c	10,000
18/06/22	To Sales a/c		40,000	16/05/22	By Insurance a/c	30,000
4/07/22	To Sales a/c		2,50,00,000	24/05/22	By Purchase a/c	50,000
30/07/22	To Sales a/c		58,00,000	1/06/22	By Salary a/c	15,000
10/08/22	To Sales a/c		65,00,000	3/06/22	By Security a/c	10,000
2/09/22	To Sales a/c		44,00,000	10/06/22	By Showroom a/c	25,000
12/09/22	To Sales a/c		42,00,000	12/06/22	By Advertisement a/c	40,000
27/09/22	To Sales a/c		6,70,000	16/06/22	By Purchase a/c	5,000
18/10/22	To Sales a/c		42,20,000	19/06/22	By Interest a/c	18,000
31/10/22	To Sales a/c		97,32,000	21/06/22	By Showroom a/c	12,000
14/11/22	To Sales a/c		92,71,000	23/06/22	By Salary a/c	25,000
5/12/22	To Sales a/c		72,66,000	6/07/22	By Purchase a/c	8,000
22/12/22	To Sales a/c		35,00,000	8/07/22	By Vehicle Registration & Licensing a/c	15,000
11/01/23	To Sales a/c		1,01,21,999	13/07/22	By Waste Disposal a/c	5,000
28/01/23	To Sales a/c		5,62,11,999	16/07/22	By Purchase a/c	10,000
10/02/23	To Sales a/c		25,00,000	18/07/22	By Purchase a/c	12,000
15/03/23	To Sales a/c		39,00,000	25/07/22	By Salary a/c	8,000
				1/08/22	By Photographer a/c	10,000
				3/08/22	By Showroom a/c	1,50,000
				3/08/22	By Security a/c	35,000
				5/08/22	By Purchase a/c	30,000

				12/08/22	By Website Maintenance a/c	8,000
				16/08/22	By Salary a/c	10,000
				18/08/22	By Advertisement a/c	1,00,000
				26/08/22	By Maintenance a/c	80,000
				6/09/22	By Maintenance a/c	50,000
				6/09/22	By Purchase a/c	15,000
				8/09/22	By Salary a/c	12,000
				13/09/22	By Car detailing a/c	40,000
				15/09/22	By Advertisement a/c	75,000
				18/09/22	By Purchase a/c	20,000
				18/09/22	By Maintenance a/c	5,000
				1/10/22	By Pest Control a/c	6,000
				8/10/22	By Showroom a/c	80,000
				9/10/22	By Bank Service a/c	4,000
				12/10/22	By Salary a/c	12,000
				19/10/22	By Insurance a/c	35,000
				22/10/22	By Purchase a/c	8,000
				23/10/22	By Advertisement a/c	60,000
				1/11/22	By Showroom a/c	10,000
				3/11/22	By Photographer a/c	15,000
				6/11/22	By Showroom a/c	70,000
				9/11/22	By Advertisement a/c	7,000
				16/11/22	By Showroom a/c	35,000
				16/11/22	By Maintenance a/c	8,000
				24/11/22	By Showroom a/c	50,000
				26/11/22	By Showroom a/c	22,000
				7/12/22	By Advertisement a/c	75,000
				10/12/22	By Hosting and Domain a/c	35,200
				16/12/22	By Purchase a/c	65,000
				17/12/22	By Interior Design a/c	25,000
				25/12/22	By Maintenance a/c	13,000

				31/12/22	By Showroom a/c		5,00,000
				2/01/23	By Car Wash service a/c		7,000
				14/01/23	By Showroom a/c		90,000
				14/01/23	By Showroom a/c		45,000
				14/01/23	By Purchase a/c		27,999
				16/01/23	By Maintenance a/c		18,000
				3/02/23	By Insurance a/c		31,000
				5/02/23	By Showroom a/c		8,00,000
				6/02/23	By Advertisement a/c		8,000
				6/02/23	By Salary a/c		15,000
				17/02/23	By Showroom a/c		1,00,000
				21/02/23	By Maintenance a/c		6,000
				6/03/23	By Showroom a/c		8,000
				8/03/23	By Purchase a/c		10,000
				18/03/23	By Showroom a/c		80,000
				23/03/23	By Showroom a/c		7,000
				31/03/23	By Dividend a/c		50,000
							4321,199
							By Balance c/d
							<b>16,62,11,799</b>
			17,10,32,998				17,10,32,998

Purchase A/c							
DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
3/04/22	To Cash a/c		5,00,000				
	To Loan Payable a/c		25,00,000				
2/05/22	To Cash a/c		75,000				
24/05/22	To Cash a/c		50,000				
16/06/22	To Cash a/c		5000				

6/07/22	To Cash a/c		8,000				
16/07/22	To Cash a/c		10,000				
18/07/22	To Cash a/c		12,000				
5/08/22	To Cash a/c		30,000				
6/09/22	To Cash a/c		15,000				
18/09/22	To Cash a/c		20,000				
22/10/22	To Cash a/c		8,000				
16/12/22	To Cash a/c		65,000				
14/01/23	To Cash a/c		27,999				0
8/03/23	To Cash a/c		10,000				
			<b>33,35,999</b>				By Balance c/d
			<b>33,35,999</b>				<b>33,35,999</b>

Loan Payable A/c							
DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT

				3/04/22	By Purchase a/c		25,00,000
			To Balance c/d				

25,00,000

25,00,000

#### Advertisement A/c

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
18/04/22	To Cash a/c		1,00,000				
12/06/22	To Cash a/c		40,000				
18/08/22	To Cash a/c		1,00,000				
15/09/22	To Cash a/c		75,000				
23/10/22	To Cash a/c		60,000				
9/11/22	To Cash a/c		7,000				
7/12/22	To Cash a/c		75,000				0-
6/02/23	To Cash a/c		8,000				By Balance c/d
			<b>4,65,000</b>				<b>4,65,000</b>

#### Bank Loan A/c

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
				21/04/22	By Cash a/c		3,00,000
			By balance c/d				
			<b>3,00,000</b>				<b>3,00,000</b>



**Salary A/c**

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
28/04/22	To Cash a/c		2,00,000				
1/06/22	To Cash a/c		15,000				
23/06/22	To Cash a/c		25,000				
25/07/22	To Cash a/c		8,000				
16/08/22	To Cash a/c		10,000				
8/09/22	To Cash a/c		12,000				
12/10/22	To Cash a/c		12,000				
3/01/23	To Sales a/c		8,000				
6/02/23	To Cash a/c		15,000				
							By Balance c/d
			<b>3,05,000</b>				<b>3,05,000</b>

**Sales A/c**

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
				29/04/22	By Cash a/c		14,00,000
				6/05/22	By Cash a/c		12,00,000
				15/05/22	By Cash a/c		35,00,000
				8/06/22	By Cash a/c		98,00,000
				18/06/22	By Cash a/c		40,000
				4/07/22	By Cash a/c		2,50,00,000
				30/07/22	By Cash a/c		58,00,000
				10/08/22	By Cash a/c		65,00,000

				2/09/22	By Cash a/c		44,00,000
				12/09/22	By Cash a/c		42,00,000
				27/09/22	By Cash a/c		6,70,000
				18/10/22	By Cash a/c		42,20,000
				31/10/22	By Cash a/c		97,32,000
				14/11/22	By Cash a/c		92,71,000
				5/12/22	By Cash a/c		72,66,000
				22/12/22	By Cash a/c		35,00,000
				3/01/23	By Salary a/c		8,000
				11/01/23	By Cash a/c		1,01,21,999
				28/01/23	By Cash a/c		5,62,11,999
				10/02/23	By Cash a/c		25,00,000
	0			15/03/23	By Cash a/c		39,00,000
	To Balance c/d						16,92,40,998
	16,92,40,998						16,92,40,998

#### Utility A/c

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
30/04/22	To Cash a/c		20,000				0
							By Balance c/d
			20,000				20,000

#### Maintenance A/c

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
7/05/22	To Cash a/c		10,000				
26/08/22	To Cash a/c		80,000				
6/09/22	To Cash a/c		50,000				
18/09/22	To Cash a/c		5,000				

16/11/22	To Cash a/c		8,000				
25/12/22	To Cash a/c		13,000				
16/01/23	To Cash a/c		18,000				0
21/02/23	To Cash a/c		6,000				
							By Balance c/d
			1,90,000				1,90,000

Insurance A/c							
DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
16/05/22	To Cash a/c		30,000				
19/10/22	To Cash a/c		35,000				
3/02/23	To Cash a/c		31,000				0
							By Balance c/d
			96,000				96,000

Security A/c							
DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
3/06/22	To Cash a/c		10,000				
3/08/22	To Cash a/c		35,000				0
							By Balance c/d
			45,000				45,000

Showroom A/c							
DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
10/06/22	To Cash a/c		25,000				

21/06/22	To Cash a/c		12,000				
3/08/22	To Cash a/c		1,50,000				
8/10/22	To Cash a/c		80,000				
1/11/22	To Cash a/c		10,000				
6/11/22	To Cash a/c		70,000				
16/11/22	To Cash a/c		35,000				
24/11/22	To Cash a/c		50,000				
26/11/22	To Cash a/c		22,000				
31/12/22	To Cash a/c		5,00,000				
14/01/23	To Cash a/c		90,000				
14/01/23	To Cash a/c		45,000				
5/02/23	To Cash a/c		8,00,000				
17/02/23	To Cash a/c		1,00,000				
6/03/23	To Cash a/c		8,000				
18/03/23	To Cash a/c		80,000				
23/03/23	To Cash a/c		7,000				
							0
							By Balance c/d
			20,84,000				20,84,000

Interest A/c							
DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
19/06/22	To Cash a/c		18,000				
							0

						By Balance c/d
		18,000				18,000

## Vehicle Registration and Licensing A/c

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
8/07/22	To Cash a/c		15,000				0
							By Balance c/d
			15,000				15,000

## Waste Disposal A/C

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
13/07/22	To Cash a/c		5,000				0
							By Balance c/d
			5,000				5,000

**Photographer A/C**

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
1/08/22	To Cash a/c		10,000				0
3/11/22	To Cash a/c		15,000				
							By Balance c/d
			25,000				25,000

**Website Maintenance A/c**[illegible]

8,000

8,000

**Car Detailing A/C**

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
13/09/22	To Cash a/c		40,000				0
							By Balance c/d
			40,000				40,000

**Pest Control A/C**

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
1/10/22	To Cash a/c		6,000				0
							By Balance c/d
			6,000				6,000

**Bank Service A/C**

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
9/10/22	To Cash a/c		4,000				0
							By Balance c/d
			4,000				4,000

**Hosting and Domain A/c**

DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
10/12/22	To Cash a/c		35,200				0



							By Balance c/d
			<b>35,200</b>				<b>35,200</b>

Interior Design A/c							
DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
17/12/22	To Cash a/c		25,000				0
							By Balance c/d
			<b>25,000</b>				<b>25,000</b>

Car Wash Service A/C							
DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
2/01/23	To Cash a/c		7,000				0
							By Balance c/d

<b>7,000</b>	<b>7,000</b>
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Legal and Registration Fees a/c							
DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT
5/04/2	To Cash a/c		50,000				
					+++		
							By Balance c/d

<b>50,000</b>	<b>50,000</b>
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Dividend A/c							
DATE	PARTICULAR	JF	AMOUNT	DATE	PARTICULAR	JF	AMOUNT

31/03/23	To Cash a/c		50,000				
							By Balanc e c/d
			<b>50,000</b>				<b>50,000</b>

## Galaxy Autos Trial Balance

As on March 31<sup>st</sup> ,2022

Sr No	Particulars	L.F	Debit Amount(Rs)	Credit Amount(Rs)
1	Cash		16,67,11,799	
2	Purchase		33,35,999	
3	Capital			15,00,000
4	Loan Payable			25,00,000
5	Advertisement – P/L		4,65,000	
6	Bank Loan- Balance sheet			3,00,000
7	Salary-P/L		3,05,000	
8	Sales			16,92,40,998
9	Utility – P/L		20,000	
10	Maintenance		1,90,000	
11	Insurance P/L		96,000	

12	Security P/L		45,000	
13	Showroom P/L		20,84,000	
14	Interest P/L		18,000	
15	Vehicle Registration and Licensing P/L		15,000	
16	Waste Disposal P/L		5,000	
17	Photographer P/L		25,000	
18	Website Maintenance P/L		8,000	
19	Car Detailing P/L		40,000	
20	Pest Control P/L		6,000	
21	Bank Service P/L		4,000	
22	Hosting and Domain P/L		35,200	
23	Interior Design P/L		25,000	
24	Car Wash Service		7,000	
25	Legal and Registration Services P/L		50,000	
26	Dividend P/L		50,000	
			17,35,40,998	17,35,40,998

## **TRADING ACCOUNT:-**

### **Trading Account for For the Year Ended 31/03/23**

Particulars	Rs	Particulars	Rs
To Opening Stock	20,00,00,000	By Sales	<u>169240998</u>
To Purchases	33,35,999		
		By Closing Stock	<b>30759002</b>
To Direct Expenses:			
To Car Wash Service	7000		
To Maintenance	190000		
To Gross Profit c/d	<b>3532999</b>		<b>20,00,00,000</b>

## **Profit & Loss ACCOUNT:-**

### **P/L Account for For the Year Ended 31/03/23**

Particulars	Rs	Particulars	Rs
		By Gross Profit b/d	<u>3532999</u>

To Advertisement	465000		
To Salary	305000	To Showroom	2084000
To Utility	20000	To Bank Service	4000
To Insurance	96000	To Website Maintenance	8000
To Security	45000	To Dividend	50000
To Interest	18000		
To Vehicle Registration and Licensing	15000		
To Waste Disposal	5000		
To Photographer	25000		
To Car Detailing	40000		
To Pest Control	6000		
To Hosting and Domain	35200		
To Interior Design	25000		
Legal and Registration Services	50000		
	1150200		<b>5678999</b>
To Net Profit	<b>4528499</b>		

## Balance Sheet of Galaxy Autos As on 31/03/23

Liabilities	Rs	Assets	Rs
Current Liabilities:		Current Assets:	
Bank Loan	3,00,000	Cash	16,67,11,799
Non Current Liabilities:			
Capital	15,00,000		
Net Profit	4528499		
		Non Current Assets:	
Shareholder's Equity	16,03,83,300		
Total Liabilities	<b>16,67,11,799</b>	Total Assets	<b>16,67,11,799</b>

## Conclusion - Galaxy Autos: Navigating Financial Success

The financial data provided for Galaxy Autos for the year ended 31/03/23 illustrates a company that has made significant strides in the automotive

industry. The preparation of Trading and Profit & Loss accounts, along with the Balance Sheet, provides insights into the company's financial performance, profitability, and overall financial health. Let's draw conclusions from the data presented.

### Trading Account Insights:

**Revenue and Sales:** Galaxy Autos reported total sales amounting to Rs. 16,92,40,998 during the fiscal year. This is a key indicator of the company's ability to attract customers and generate revenue through the sale of automobiles and related services.

**Cost Control:** The Trading Account shows careful management of costs, including purchases and direct expenses like car wash services and maintenance. This underscores Galaxy Autos' efforts to maintain a competitive edge by optimizing operational costs.

**Gross Profit:** Galaxy Autos achieved a gross profit of Rs. 35,32,999 during the year. This indicates that the company effectively managed its costs and generated a surplus after covering the expenses directly associated with its core operations.

### Profit & Loss Account Insights:

**Operational Expenses:** The Profit & Loss Account provides a comprehensive list of operational expenses, including advertisement, salaries, utility expenses, insurance, security, interest, vehicle registration, waste disposal, and various other costs. These expenses highlight the comprehensive approach taken by Galaxy Autos to ensure the smooth operation of its business.

**Net Profit:** After accounting for all expenses, Galaxy Autos generated a net profit of Rs. 45,28,499. This is a significant indicator of the company's ability to operate profitably and sustain its business activities.

### Balance Sheet Insights:

**Liabilities and Equity:** The Balance Sheet outlines the company's financial position as of 31/03/23. It shows current liabilities, including a bank loan, and non-current liabilities, which consist of the capital invested in the company. The shareholder's equity is a substantial portion of the

liabilities, indicating the commitment of investors and owners to the business.

**Assets:** The assets side of the Balance Sheet lists current assets, primarily in the form of cash. The company's cash position is strong, which is essential for meeting current obligations. There are no non-current assets listed, suggesting that the company may be primarily focused on liquid assets to manage its liabilities and investments.