

Store Ledger

For incorporating different transactions of material viz receipt issue and transfer two important records are generally kept:

- 1) Bin Card,
- 2) Stores Ledger

- 1) **Bin Cards:** These are maintained by the store keeper in the stores for each class of material specimen of bin card

ABC Co. Ltd.

Bin Card.

Description of materials ---- Bin No----- Code No-----

Store ledger File No----- Maximum Stock Level---- Minimum Stock Level----- Reader Stock Level-----

Date	Receipts		Issue		Balance
	G.R.No.	Quantity	S.R.No.	Quantity	Quantity

- 2) **Stores ledger:** The stores Ledger provide a continuous records of stores received, issue and the balance of every item in hand. It is kept in the costing department this ledger is maintained in order to ensure correct stores accounting .

Specimen of Store Ledger

Distinction between bin card and stores ledger

The main points of difference between bin card and stores ledger can be summarized as follows :-

Sl. No.	Bin Card	Store Ledger
1	A. Record of Quantities only	A Records of Both Qty and Values
2	Maintained by the Store Keeper in the Stores	Maintained by a ---- in the costing dept
3	Normally posted before the transaction takes place	Always posted after the transaction
4	Each transaction is individually posted	Transaction may be summarized and then posted
5	It is not a basic accounting record.	It is one of the Basis accounting records

Methods of Material Issue or Recording of Store Ledger:

1. Cost price Method: a) First in First and (FIFO)
b) Last in First ant (LIFO)
c) Specification price method
2. Average price method
a) Simple average
b) Periodical simple average
c) Weighted average
d) Periodical weighted
3. Standard Price Marketed
4. Marketed price
5. Inflated price

Problem 30:

Prepare a stores ledger using FIFO method of pricing the issue of stores from the following information:

2002			Units
Jan	1.	Balance in hand @ Rs 2	500
	4.	Issued	300
	5.	Received @Rs 2.25	400
	9.	Issued	200
	16	Issued	50
	23	Received @Rs 2.50	200
	28	Issued	150
	30	Received @Rs 2.40	50
	31	Issued	300

Problem 31: prepare a stores ledger under the LIFO method of pricing the issues of stores, using the following information:

2002			Unitis
Jan	1	Balance in hand @ Rs. 1.10 per unit	100
	2	Received @ Rs. 1.20 per unit	200
	10	Issued	150
	14	Received @ Rs. 1.30 per nit	100
	18	Issued	150
	23	Returned from the issues on 10 th January	20
	26	Received @Rs. 1.20 per unit	100
	30	Wastage	10
	31	Issued	110

Problem 32: Draw up a priced stores ledger card from the following particulars, units LIFO method of valuation of issues:

2002		
July	1	Opening balance 500 pcs @ Rs.2.00
	3	Issue 70 “
	4	“ 10 “
	7	Receipt (From supplies) 200 “ @ Rs. 2.10
	9	Return (From department) from issue date 3.7.02 20 “
	10	Shortage found 10 “
	13	Issue 70 “
	14	Receipt (From Suppliers) 100 “ @Rs. 2.20
	18	Issue 300 “
	26	Receipt (From Suppliers) 50 “ @Rs. 2.00
	30	Issue 60 “

{C.U., B.Com. (Hons)}

Problem 34:

The Particulars of receipts and issues of material in a factory in August, 2002 are as under:

Aug. 1	Opening balance	1500Kg @ 12.00 per kg
2	Issued	100Kg
3	Issued	250 Kg
4	Issued	300 Kg
5	Received (purchase)	400 Kg @ 12.50 per kg
9	Issued	300 Kg
10	Received (purchase)	200 Kg @ 12.50Kg
11	Issued	300 Kg
12	Returned from workshop out of issues of 3 rd August	20 Kg
13	Issued	450 Kg
16	Received (Purchase)	500 Kg. @ 13.00 per Kg
18	Issued	400 Kg
20	Returned from workshop out of issues on 9 th August	60 Kg
22	Issued	300 Kg
26	Received (Purchase)	400 Kg. @ 12.00 per Kg
29	Issued	200 Kg

Pricing of issues is to be done on FIFO basis. A shortage of 10 Kg was noticed on 16th August prepare the stores ledger account for the month of August 2002 in respect of the material.

Problem 37: the following details write stores ledger under simple average method 2002

Dec	1	Opening balance	100 Kg @ Rs 5.00
	5	Received	50 Kg @ Rs 5.20
	8	Issued	120 Kg.
	10	Issued	10 Kg.
	15	Received	80 Kg. @ Rs. 5.40
	18	Issued	50 Kg
	20	Received	100 Kg @ Rs. 5.60
	25	Issued	40 Kg
	28	Issued	60 Kg

... verifier found a shortage of 10 kg on 16-12-01 and another shortage of 10 kg on 26.12.01

Problem 40: The following are he receipts and issues of stores material in a manu... concern:
2002

July	1	Opening stock 100 units at Rs. 10 per unit.
	2	Issued 25 units to Department A.
	7	Received 425 units at Rs. 11 per unit
	10	Issued 200 units to Department B.
	12	Returned to sto.. 10 units from Department A.
	15	Returned to vendor 20 units out of the quantity received on 7 th
	17	Received 10 Units at Rs 12.50 per unit
	25	Received 100 units at Rs 10 per unit
	29	Issued 200 units to Department B.
	30	Received 100 units at Rs. 11 per unit.

Enter the above truncations in the stores ledger account of Material yousing the average cost (weighted) Method. (Average cost to be calculated correct to two decimal places of a rupee.)

