

ILLUSTRATION**2.1****BHARAT TRADERS**

Bharat Gupta promotes Bharat Traders, his proprietary firm, to start the business of trading in *Product X* on 1 April 2002. He hires an office at A-12, Agarwal Complex, Vikas Marg, Delhi-110092 @ Rs. 2,500 p.m. The following are the details of the transactions entered into by the firm during the month of April. Please show the voucher for the first transaction and record all the transactions in the journal of Bharat Traders.

Date	Tr. No.	Transactions	Amount (Rupees)
April 1	1	Received cash from Bharat Gupta towards his capital.	1,50,000
April 1	2	Opened a current account with State Bank of India.	1,35,000
April 1	3	Issued cheque for office rent for April.	2,500
April 1	4	Purchased one scooter from Regent Automobiles on credit. All initial costs including insurance borne by the vendor.	31,500
April 1	5	Paid cheque towards down payment for scooter. Balance loan, against security of scooter, payable in 12 monthly instalments starting May 1 with interest @ 12% p.a. on reducing balance.	7,500
April 2	6	Purchased office furniture for cash.	8,500

April 2	7	Purchased office equipments. Paid cheque.	11,500
April 5	8	Purchased 45 units of product X. Issued cheque.	45,000
April 8	9	Sold 10 units of product X. Received cheque. Deposited in SBI.	12,500
April 10	10	Cheque issued for advertisement in the local daily <i>Delhi Times</i> .	2,200
April 12	11	Purchased 75 units of X from ABC & Co. on 15 days' credit.	75,750
April 16	12	Sold 25 units of X to RIL & Co. on credit of one week.	31,875
April 19	13	Sold 5 units of X for cash.	6,425
April 23	14	Received cheque from RIL & Co.	31,875
April 27	15	Issued cheque to ABC & Co.	75,750
April 28	16	Purchased 30 units of X from ABC & Co. on 15 days' credit.	30,450
April 28	17	Sold 20 units of X to RIL & Co. on credit of one week.	25,600
April 30	18	Salary paid to the office assistant Sudaamaa in cash.	3,500
April 30	19	Issued cheque to Bharat Gupta for his personal use.	4,000
April 30	20	Cash paid to the office owner for using his telephone during April.	650
April 30	21	Cash paid to Preet Fill Station towards petrol consumed by the scooter during the month.	550