

Chapter 6 Ledger

Question 1.

On 1st April, 2018, Mohit started business with a capital of ₹ 50,000. He made the following transactions:

2018		₹
April 03	Purchased goods from Rita on credit for	20,000
April 04	Cash paid to Rita	10,000
April 06	Goods sold to Rohit	25,000
April 08	Received cash from Rohit	20,000
April 12	Goods purchased from Rita	12,000
April 18	Cash paid to Rita	20,000
April 25	Goods sold to Rohit	10,000
April 30	Received cash from Rohit	6,000

You are required to journalise the above transactions and show the respective Ledger accounts.

Solution:

Journal

Date	Particular	L.F.	Dr. Rs.	Cr. Rs.
2018 April 01	Cash A/c To Capital A/c (Being commenced business with cash)	Dr.	50,000	50,000
April 03	Purchase A/c To Rita A/c (Being goods purchase on credit)	Dr.	20,000	20,000
April 04	Rita A/c To Cash A/c (Being paid to Rita)	Dr.	10,000	10,000
April 06	Rohit A/c To Sales A/c (Being goods sold to Rohit on credit)	Dr.	25,000	25,000
April 08	Cash A/c To Rohit A/c	Dr.	20,000	20,000

	(Being Cash received from Rohit)			
April 12	Purchase A/c To Rita A/c (Being goods purchase on credit)	Dr.	12,000	12,000
April 18	Rita A/c To Cash A/c (Being paid to Rita)	Dr.	20,000	20,000
April 25	Rohit A/c To Sales A/c (Being goods sold to Rohit)	Dr.	10,000	10,000
April 30	Cash A/c To Rohit A/c (Being Cash received from Rohit)	Dr.	6,000	6,000

Ledgers

Cash Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2017				2017			
April 1	To Capital A/c		50,000	April 4	By Rita A/c		10,000
April 8	To Rohit's A/c		20,000	April 18	By Rita A/c		20,000
April 30	To Rohit's A/c		6,000	April 30	By Balance c/d		46,000
			76,000				76,000
May 1	To Balance b/d		46,000				

Capital Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018				2018			
April 30	To Balance c/d		50,000	April 1	By Cash A/c		50,000
			50,000				50,000
				May 1	By Balance b/d		50,000

Purchase Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018				2018			
April 3	To Rita's A/c		20,000	April 30	By Balance c/d		32,000
April 12	To Rita's A/c		12,000				32,000
			32,000				
May 1	To Balance b/d		32,000				

Rita's Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 4	To Cash A/c		10,000	2018 April 3	By Purchase A/c		20,000
April 18	To Cash A/c		20,000	April 12	By Purchase A/c		12,000
April 30	To Balance c/d		2,000				32,000
			32,000				
				May 1	By Balance b/d		2,000

Rohit's Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 6	To Sales A/c		25,000	2018 April 8	By Cash A/c		20,000
April 25	To Sales A/c		10,000	April 30	By Cash A/c		6,000
			35,000	April 30	By Balance c/d		9,000
			35,000				
May 1	To Balance b/d		9,000				

Sales Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		35,000	2018 April 6	By Rohit's A/c		25,000
			35,000	April 25	By Rohit's A/c		10,000
			35,000				35,000
				May 1	By Balance b/d		35,000

Question 2.

Suresh, Kanpur commenced business on 1st January, 2018 introducing capital in cash ₹ 1,00,000. His other transactions during the month were as follows:

₹	
2018	
Jan 1	Started business with cash
Jan 2	Bought goods for cash
Jan 3	Sold goods for cash
Jan 15	Sold goods to Shravan, Delhi
Jan 18	Bought goods on credit from Anurag, Kanpur
Jan 19	Goods returned to Anurag
Jan 20	Sold goods for cash
Jan 22	Paid electricity bill
Jan 28	Paid for telephone bill
Jan 29	Paid rent
Jan 31	Paid wages

Enter the above transactions in his books of account.

Solution:

Journal

Date	Particulars	L.F.	Debit Amount (Rs.)	Credit Amount (Rs.)
2018 Jan 01	Cash A/c To Capital A/c (Started business with cash)	Dr.	1,00,000	1,00,000
Jan 02	Purchases A/c To Cash A/c (Goods purchased)	Dr.	20,000	20,000
Jan 03	Cash A/c To Sales A/c (Goods sold)	Dr.	7,000	7,000
Jan 15	Shravan A/c To Sales A/c (Goods sold)	Dr.	6,000	6,000
Jan 18	Purchases A/c To Anurag A/c (Goods purchased on credit)	Dr.	50,000	50,000
Jan 19	Anurag A/c To Purchases Return A/c (Goods returned)	Dr.	5,000	5,000
Jan 20	Cash A/c To Sales A/c (Goods sold)	Dr.	30,000	30,000
Jan 22	Electricity Expenses A/c To Cash A/c (Paid electricity bill)	Dr.	1,000	1,000
Jan 28	Telephone Expenses A/c To Cash A/c (Paid telephone bill)	Dr.	500	500
Jan 29	Rent A/c To Cash A/c (Paid rent)	Dr.	800	800
Jan 31	Wages A/c To Cash A/c (Paid wages)	Dr.	3,000	3,000

Cash Account

Dr.	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)	Cr.
Jan 01	Capital A/c		1,00,000	Jan 02	Purchases A/c		20,000	
Jan 03	Sales A/c		7,000	Jan 22	Electricity Expenses A/c		1,000	
Jan 20	Sales A/c		30,000	Jan 28	Telephone Expenses A/c		500	
				Jan 29	Rent A/c		800	
				Jan 31	Wages A/c		3,000	
				Jan 31	Balance c/d		1,11,700	
							1,37,000	

Purchases Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Jan 02	Cash A/c		20,000	Jan 31	Balance c/d		70,000
Jan 18	Anurag A/c		50,000				
			70,000				70,000

Purchases Return Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Jan 31	Balance c/d		5,000	Jan 19	Anurag A/c		5,000
			5,000				5,000

Sales Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Jan 31	Balance c/d		43,000	Jan 03	Cash A/c		7,000
			43,000	Jan 15	Shravan A/c		6,000
				Jan 20	Cash A/c		30,000
							43,000

Wages Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Jan 31	Cash A/c		3,000	Jan 31	Balance c/d		3,000
			3,000				3,000

Rent Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Jan 29	Cash A/c		800	Jan 31	Balance c/d		800
			800				800

Electricity Expenses Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Jan 22	Cash A/c		1,000	Jan 31	Balance c/d		1,000
			1,000				1,000

Telephone Expenses Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Jan 28	Cash A/c		500	Jan 31	Balance c/d		500
			500				500

Capital Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Jan 01	Cash A/c		1,00,000	Jan 31	Balance c/d		1,00,000
			1,00,000				1,00,000

Anurag Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Jan 19	Purchases Return A/c		5,000	Jan 18	Purchases A/c		50,000
Jan 31	Balance c/d		45,000				50,000
			50,000				50,000

Shravan Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Jan 15	Sales A/c		6,000	Jan 31	Balance c/d		6,000
			6,000				6,000

Question 3.

Journalise the following transactions in the books of Afzal, Kolkata and post them to the Ledger:

2018		₹
Jan. 1	Started business with cash*	1,00,000
Jan. 3	Bought goods on credit from Gupta & Co., Delhi	20,000
Jan. 5	Cash sales	5,000
Jan. 8	Cash purchases	8,000
Jan. 10	Sold goods to Ahmed & Co., Lucknow	10,000
Jan. 11	Deposited cash in bank*	50,000
Jan. 13	Purchased a computer for office	20,000
Jan. 15	Took a loan from Mehboob*	70,000
Jan. 16	Goods returned by Ahmed & Co.	2,000
Jan. 17	Purchased furniture from Mehfil Mart, Kolkata	10,000
Jan. 18	Paid interest to Mehboob*	2,000
Jan. 19	Received claim from Ahmed & Co. for defects in goods supplied to them. Claim was accepted and rebate was allowed.*	1,000
Jan. 22	Paid rent by cheque	2,000
Jan. 24	Withdrew from bank*	20,000
Jan. 25	Sales of goods at counter after allowing trade discount of 10%	10,000
Jan. 26	Goods purchased from Gupta & Co., Delhi were destroyed by accident	10,000
Jan. 27	Advertisement expenses paid through bank	5,000
Jan. 28	Ahmed & Co. settled their account by cheque*	7,000
Jan. 29	Paid to Gupta & Co. by cheque*	18,000
	Discount allowed by them*	2,000
Jan. 31	Sold old newspapers	500

Intra-state transactions are subject to levy of CGST and SGST @ 6% each whereas inter-state transactions are subject to levy of IGST @ 12%. Out of the above transactions, transactions marked

(*) are not subject to levy of GST.

Solution:

**Books of Ashok
Journal**

Date	Particulars	L.F.	Dr. Rs.	Cr. Rs.
2018 01 Jan	Cash A/c To Capital A/c (Being commenced business with cash)	Dr.	1,00,000	1,00,000
03 Jan	Purchase A/c Input IGST A/c To Gupta and Co. A/c (Being purchase goods from Gupta and Co. on credit, paid IGST @12%)	Dr. Dr.	20,000 2,400	22,400
05 Jan	Cash A/c To Sales A/c To Output CGST A/c To Output SGST A/c (Being sold goods on cash, paid CGST and SGST @6% each.)	Dr.	5,600	5,000 300 300
08 Jan	Purchase A/c Input CGST A/c Input SGST A/c To Cash A/c (Being bought goods on cash, paid CGST and SGST @6% each.)	Dr. Dr. Dr.	8,000 480 480	8,960

10 Jan	Ahmed and Co. A/c To Sales A/c To Output IGST A/c (Being sales goods from Ahmed and Co. on credit, paid IGST @12%)	Dr.	11,200	10,000 1,200
11 Jan	Bank A/c To Cash A/c (Being money deposited in bank)	Dr.	50,000	50,000
13 Jan	Computers A/c Input CGST A/c Input SGST A/c To Cash A/c (Being bought computers on cash, paid CGST and SGST @6% each.)	Dr. Dr. Dr.	20,000 1,200 1,200	22,400
15 Jan	Cash A/c To Loan (from Mehboob) A/c (Being loan taken from Mehboob)	Dr.	70,000	70,000
16 Jan	Sales Return A/c Output IGST A/c To Ahmed and Co. A/c (Being goods return by Ahmed and Co., Paid IGST @12%)	Dr. Dr.	2,000 240	2,240
17 Jan	Furniture A/c Input CGST A/c Input SGST A/c To Mehfils Mart A/c (Being bought Furniture from Mehfils Mart on cash)	Dr. Dr. Dr.	10,000 600 600	11,200
18 Jan	Interest on Mehboob Loan A/c To Cash A/c (Being paid interest on loan)	Dr.	2,000	2,000
19 Jan	Insurance Claim A/c To Ahmed and Co. A/c (Being due to insurance claim)	Dr.	1,000	1,000
22 Jan	Rent A/c Input CGST A/c	Dr. Dr.	2,000 120	

	Input SGST A/c To Bank A/c (Being paid to rent, paid CGST and SGST @6% each.)	Dr.		120	2,240
24 Jan	Cash A/c To Bank A/c (Being cash withdrawn from bank)	Dr.		20,000	20,000
25 Jan	Cash A/c To Sales A/c To Output CGST A/c To Output SGST A/c (Being sales on cash, paid CGST and SGST @6% each)	Dr.		10,080	9,000 540 540
26 Jan	Loss by Accident A/c To Purchases A/c To Input IGST A/c (Being goods lost by accident, paid IGST @12%)	Dr.		11,200	10,000 1,200
27 Jan	Advertisement A/c Input CGST A/c Input SGST A/c To Bank A/c (Being paid advertisements, paid CGST and SGST @6% each.)	Dr. Dr. Dr.		5,000 300 300	5,600
28 Jan	Bank A/c Discount Allowed A/c To Ahmed and Co. A/c (Being received payment)	Dr. Dr.		7,000 960	7,960
29 Jan	Gupta and Co. A/c To Bank A/c To Discount Received A/c (Being paid payment)	Dr.		20,000	18,000 2,000
31 Jan	Cash A/c To Sundry Income A/c To Output CGST A/c To Output SGST A/c (Being received to sundry income, paid CGST and SGST @6% each.)	Dr.		560	500 30 30

**Ledger
Cash Account**

Dr.	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Cr.
2018				2018			
01 Jan	To Capital b/d		1,00,000	08 Jan	By Purchase A/c		8,000
05 Jan	To Sales A/c		5,000	08 Jan	By Input CGST A/c		480
05 Jan	To Output CGST A/c		300	08 Jan	By Input SGST A/c		480
05 Jan	To Output SGST A/c		300	11 Jan	By Bank A/c		50,000
15 Jan	To Loan from Mehboob A/c		70,000	13 Jan	By Computer A/c		20,000
24 Jan	To Bank A/c		20,000	13 Jan	By Input CGST A/c		1,200
25 Jan	To Sales A/c		9,000	13 Jan	By Input SGST A/c		1,200
25 Jan	To Output CGST A/c		540	18 Jan	By Interest on Mehboob Loan A/c		2,000
25 Jan	To Output SGST A/c		540	31 Jan	By Balance c/d		1,22,880
31 Jan	To Sundry Income A/c		500				
31 Jan	To Output CGST A/c		30				
31 Jan	To Output SGST A/c		30				
			2,06,240				2,04,500
01 Feb	To Balance b/d		1,22,880				

Purchase Account

Dr.	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Cr.
2018 03 Jan	To Gupta and Co. A/c		20,000	2018 26 Jan	By Loss by Accident A/c		10,000
08 Jan	To Cash A/c		8,000	31 Jan	By Balance c/d		8,000
			28,000				28,000
01 Feb	To Balance b/d		8,000				

Capital Account

Dr.	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Cr.
2018 31 Jan	To Balance c/d		1,00,000	2018 01 Jan	By Cash A/c		1,00,000
			1,00,000				1,00,000
				01 Feb	By Balance b/d		1,00,000

Sales Account

Dr.	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Cr.
2018 31 Jan	To Balance c/d		24,000	2018 05 Jan	By Cash A/c		5,000
			24,000	10 Jan	By Ahmed and Co. A/c		10,000
				25 Jan	By Cash A/c		9,000
				01 Feb	By Balance b/d		24,000
							24,000

Gupta and Co. Account

Dr.	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Cr.
2018 29 Jan	To Bank A/c		18,000	2018 03 Jan	By Purchase A/c		20,000
29 Jan	To Discount Received A/c		2,000	03 Jan	By Input IGST A/c		2,400
31 Jan	By Balance c/d		2,400				22,400
			22,400	01 Feb	By Balance c/d		2,400

Ahmed and Co. Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 10 Jan	To Sales A/c		10,000	2018 16 Jan	By Sales Return A/c		2,000
10 Jan	To Output IGST A/c		1,200	16 Jan	By Output IGST A/c		240
				19 Jan	By Insurance Claim A/c		1,000
				28 Jan	By Bank A/c		7,000
				28 Jan	By Discount Allowed A/c		960
			11,200				11,200

Bank Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 11 Jan	To Cash A/c		50,000	2018 22 Jan	By Rent A/c		2,000
28 Jan	To Ahmed and Co. A/c		7,000	22 Jan	By Input CGST A/c		120
				22 Jan	By Input SGST A/c		120
				24 Jan	By Cash A/c		20,000
				27 Jan	By Advertisement A/c		5,000
				27 Jan	By Input CGST A/c		300
				27 Jan	By Input SGST A/c		300
				29 Jan	By Gupta and Co. A/c		18,000
				31 Jan	By Balance c/d		11,160
			57,000				57,000
01 Feb	To Balance b/d		11,160				

Computers Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 13 Jan	To Cash A/c		20,000 20,000	2018 31 Jan	By Balance c/d		20,000 20,000
01 Feb	To Balance b/d		20,000				

Loan from Mehboob Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 31 Jan	To Balance c/d		70,000 70,000	2018 15 Jan	By Cash A/c		70,000 70,000
				01 Feb	By Balance b/d		70,000

Insurance Claim Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 19 Jan	To Ahmed and Co. A/c		1,000 1,000	2018 31 Jan	By Balance c/d		1,000 1,000
01 Feb	To Balance b/d		1,000				

Rent Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 22 Jan	To Bank A/c		2,000 2,000	2018 31 Jan	By Balance c/d		2,000 2,000
01 Feb	To Balance b/d		2,000				

Loss by Accident Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 26 Jan	To Purchases A/c		10,000	2018 31 Jan	By Balance c/d		11,200
26 Jan	To Input IGST A/c		1,200				11,200
			11,200				
01 Feb	To Balance b/d		11,200				

Advertisement Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 27 Jan	To Bank A/c		5,000 5,000	2018 31 Jan	By Balance c/d		5,000 5,000
01 Feb	To Balance b/d		5,000				

Sales Returns Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 16 Jan	To Ahmed and Co. A/c		2,000 2,000	2018 31 Jan	By Balance c/d		2,000 2,000
01 Feb	To Balance b/d		2,000				

Furniture Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 17 Jan	To Mehfils Mart A/c		10,000 10,000	2018 31 Jan	By Balance c/d		10,000 10,000
01 Feb	To Balance b/d		10,000				

Mehfil Mart Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 31 Jan	To Balance c/d		11,200 11,200	2018 17 Jan 17 Jan 17 Jan 01 Feb	By Furniture A/c By Input CGST A/c By Input SGST A/c By Balance b/d		10,000 600 600 11,200 11,200

Interest on Mehboob Loan Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 18 Jan	To Cash A/c		2,000 2,000	2018 31 Jan	By Balance c/d		2,000 2,000
01 Feb	To Balance b/d		2,000				

Discount Allowed Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 28 Jan	To Ahmed and Co. A/c		960 960	2018 31 Jan	By Balance c/d		960 960
01 Feb	To Balance b/d		960				

Discount Received Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 31 Jan	To Balance c/d		2,000 2,000	2018 29 Jan	By Gupta and Co. A/c		2,000 2,000
				01 Feb	By Balance b/d		2,000

Sundry Incomes Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 31 Jan	To Balance c/d		500 500	2018 31 Jan	By Cash A/c		500 500
				01 Feb	By Balance b/d		500

Input CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 08 Jan	To Cash A/c		480	2018 31 Jan	By Balance c/d		2,700
13 Jan	To Cash A/c		1,200				
17 Jan	To Mehfils Mart A/c		600				
22 Jan	To Bank A/c		120				
27 Jan	To Bank A/c		300				
			2,700				2,700

Input SGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 08 Jan	To Cash A/c		480	2018 31 Jan	By Balance c/d		2,700
13 Jan	To Cash A/c		1,200				
17 Jan	To Mehfils Mart A/c		600				
22 Jan	To Bank A/c		120				
27 Jan	To Bank A/c		300				
			2,700				2,700

Output CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 31 Jan	To Balance c/d		870	2018 05 Jan	Cash A/c		300
				25 Jan	By Cash A/c		540
			870	31 Jan	By Cash A/c		30
							870

Output SGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 31 Jan	To Balance c/d		870	2018 05 Jan	Cash A/c		300
				25 Jan	By Cash A/c		540
			870	31 Jan	By Cash A/c		30
							870

Input IGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 03 Jan	To Gupta and Co. A/c		2,400	2018 26 Jan	By Loss by Accident A/c		1,200
				31 Jan	By Balance c/d		1,200
			2,400				2,400

Output IGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 16 Jan	To Ahmed and Co. A/c		240	2018 10 Jan	To Ahmed and Co. A/c		1,200
31 Jan	To Balance c/d		960				
			1,200				1,200

Question 4.

Pass Journal entries of M/s. Bhanu Traders, Delhi from the following transactions. Post them to the Ledger:

2018		₹
April 1	Commenced business with cash*	1,50,000
April 2	Opened a bank account with PNB*	50,000
April 3	Purchased furniture	20,000
April 7	Bought goods for cash from M/s. Rupa Traders, Delhi	30,000
April 8	Purchased goods from M/s. Hema Traders, Chandigarh	42,000
April 10	Cash sales	30,000
April 14	Sold goods on credit to M/s. Gupta Traders, Kolkata	12,000
April 16	Rent paid	4,000
April 18	Paid Electricity expenses*	1,000
April 20	Received cash from Gupta Traders*	12,000
April 22	Goods returned to Hema Traders	2000
April 23	Cash paid to Hema Traders*	40,000
April 25	Bought postage stamps*	100
April 30	Paid salary to Mohan*	4,000

Intra-state transactions are subject to levy of CGST and SGST @ 6% each whereas inter-state transactions are subject to levy of IGST @ 12%. Out of the above transactions marked (*) are not subject to levy of GST.

Solution:

Journal

Date	Particulars	L.F.	Debit Amount (Rs.)	Credit Amount (Rs.)
2018 Apr 01	Cash A/c To Capital A/c (Started business with cash)	Dr.	1,50,000	1,50,000
Apr 02	Bank A/c To Cash A/c (Opened Bank A/c)	Dr.	50,000	50,000
Apr 03	Furniture A/c Input CGST A/c Input SGST A/c To Cash A/c (Furniture purchased with CGST and SGST @ 6% each)	Dr. Dr. Dr. Dr.	20,000 1,200 1,200 22,400	
Apr 07	Purchases A/c Input CGST A/c Input SGST A/c To Cash A/c (Goods purchased with CGST and SGST @ 6% each)	Dr. Dr. Dr. Dr.	30,000 1,800 1,800 33,600	
Apr 08	Purchases A/c Input IGST A/c To M/s Hema Traders A/c (Goods purchased with IGST @ 12%)	Dr. Dr.	42,000 5,040	47,040
Apr 10	Cash A/c To Sales A/c	Dr.	33,600	30,000

	To Output CGST A/c To Output SGST A/c (Goods sold with CGST and SGST @ 6% each)			1,800 1,800
Apr 14	M/s Gupta Traders A/c To Sales A/c To Output IGST A/c (Goods sold with IGST @ 12%)	Dr.	13,440	12,000 1,440
Apr 16	Rent A/c Input CGST A/c Input SGST A/c To Cash A/c (Rent paid)	Dr. Dr. Dr.	4,000 240 240	4,480
Apr 18	Electricity Expenses A/c To Cash A/c (Paid electricity expenses)	Dr.	1,000	1,000
Apr 20	Cash A/c To Gupta Traders A/c (Cash received from Gupta Traders)	Dr.	12,000	12,000
Apr 22	Hema Traders A/c To Purchases Return A/c To Input IGST A/c (Goods returned)	Dr.	2,240	2,000 240
Apr 23	Hema Traders A/c To Cash A/c (Cash paid)	Dr.	40,000	40,000
Apr 25	Postage A/c To Cash A/c (Bought postage stamps)	Dr.	100	100
Apr 30	Salary A/c To Cash A/c (Paid salary)	Dr.	4,000	4,000

Cash Account

Dr.			Amount (Rs.)	Date			Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Capital A/c		1,50,000	Apr 02	Bank A/c		50,000
Apr 10	Sales A/c		30,000	Apr 03	Furniture A/c		20,000
Apr 10	Output CGST A/c		1,800	Apr 03	Input CGST A/c		1,200
Apr 10	Output SGST A/c		1,800	Apr 03	Input SGST A/c		1,200
Apr 20	Gupta Traders A/c		12,000	Apr 07	Purchases A/c		30,000
				Apr 07	Input CGST A/c		1,800
				Apr 07	Input SGST A/c		1,800
				Apr 16	Rent A/c		4,000
				Apr 16	Input CGST A/c		240
				Apr 16	Input SGST A/c		240
				Apr 18	Electricity		
				Apr 18	Expenses A/c		1,000
				Apr 23	Hema Traders A/c		40,000
				Apr 25	Postage A/c		100
				Apr 30	Salary A/c		4,000
				Apr 30	Balance c/d		40,020
			1,95,600				1,95,600

Bank Account

Dr.			Amount (Rs.)	Date			Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 02	Cash A/c		50,000	Apr 30	Balance c/d		50,000
			50,000				50,000

Input CGST Account

Dr.			Amount (Rs.)	Date			Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 03	Cash A/c		1,200	Apr 30	Balance c/d		3,240
Apr 07	Cash A/c		1,800				
Apr 16	Cash A/c		240				3,240
			3,240				

Input SGST Account

Dr.			Amount (Rs.)	Date			Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 03	Cash A/c		1,200	Apr 30	Balance c/d		3,240
Apr 07	Cash A/c		1,800				
Apr 16	Cash A/c		240				3,240
			3,240				

Output CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Balance c/d		1,800	Apr 10	Cash A/c		1,800
			1,800				1,800

Output SGST Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Balance c/d		1,800	Apr 10	Cash A/c		1,800
			1,800				1,800

Input IGST Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 08	Hema Traders A/c		5,040	Apr 22	Hema Traders A/c		240
			5,040	Apr 30	Balance c/d		4,800
							5,040

Output IGST Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Balance c/d		1,440	Apr 14	Gupta Traders A/c		1,440
			1,440				1,440

Purchases Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 07	Cash A/c		30,000	Apr 30	Balance c/d		72,000
Apr 08	M/s Hema Traders A/c		42,000				72,000
			72,000				72,000

Purchases Return Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Balance c/d		2,000	Apr 22	Hema Traders A/c		2,000
			2,000				2,000

Hema Traders Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 22	Purchases Return A/c		2,000	Apr 08	Purchases		42,000
Apr 22	Input IGST A/c		240	Apr 08	Input IGST		5,040
Apr 23	Cash A/c		40,000				
Apr 30	Balance c/d		4,800				
			47,040				47,040

Furniture Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 03	Cash A/c		20,000	Apr 30	Balance c/d		20,000
			20,000				20,000

Sales Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Balance c/d		42,000	Apr 10	Cash A/c		30,000
				Apr 14	Gupta Traders A/c		12,000
			42,000				42,000

Gupta Traders Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 14	Sales A/c		12,000	Apr 20	Cash A/c		12,000
Apr 14	Output IGST A/c		1,440	Apr 30	Balance c/d		1,440
			13,440				13,440

Salary Account

Dr.			Amount (Rs.)	Date			Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Cash A/c		4,000	Apr 30	Balance c/d		4,000
			4,000				4,000

Rent Account

Dr.			Amount (Rs.)	Date			Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 16	Cash A/c		4,000	Apr 30	Balance c/d		4,000
			4,000				4,000

Electricity Expenses Account

Dr.			Amount (Rs.)	Date			Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 18	Cash A/c		1,000	Apr 30	Balance c/d		1,000
			1,000				1,000

Postage Account

Dr.			Amount (Rs.)	Date			Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 25	Cash A/c		100	Apr 30	Balance c/d		100
			100				100

Capital Account

Dr.			Amount (Rs.)	Date			Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Cash A/c		1,50,000	Apr 30	Balance c/d		1,50,000
			1,50,000				1,50,000

Question 5.

Journalise the following transactions in the Journal of M/s. Gupta Brothers (Prop. Shri R. K. Gupta), Delhi and post them to the Ledger:

2018		₹
March 1	Started business with cash*	2,00,000
March 2	Opened bank account with SBI*	80,000
March 4	Goods purchased from Raj, Jaipur (Rajasthan)	22,000
March 5	Goods purchased for cash	30,000
March 8	Goods sold to Naman, Delhi	12,000
March 10	Cash paid to Raj*	22,000
March 15	Cash received from Naman*	11,700
	Discount allowed*	300
March 16	Paid wages*	200
March 18	Furniture purchased for office use	5,000
March 20	Withdrawn from bank for personal use*	4,000
March 22	Issued cheque for rent	3,000
March 23	Goods taken for household purpose. These goods were purchased from Raj	2,000
March 24	Drawn cash from bank for office use*	6,000
March 26	Commission received	1,000
March 27	Bank charges	300
March 28	Cheque issued for insurance premium of Proprietor*	3,000
March 29	Paid salary*	10,000
March 30	Cash sales	20,000

Inter-state transactions are subject to levy of IGST @ 12% and Intra-state transactions are subject to levy of CGST and SGST @ 6% each. GST is not levied on transactions marked with (*).

Solution:

Books of M/s Gupta Brothers, Delhi

Journal

Date	Particulars	L.F.	Dr.	Cr.
2018 Mar 01	Cash A/c To Capital A/c (Being started business with cash)	Dr.	2,00,000	2,00,000
Mar 02	Bank A/c To Cash A/c (Being opened bank account with SBI)	Dr.	80,000	80,000
Mar 04	Purchase A/c Input IGST A/c To Raj A/c (Being goods from Raj, paid IGST 12%)	Dr. Dr.	22,000 2,640	24,640

Mar 05	Purchase A/c Input CGST A/c Input SGST A/c To Cash A/c (Being purchased goods for cash, Paid CGST and SGST 6% each)	Dr. Dr. Dr.	30,000 1,800 1,800		33,600
Mar 08	Naman A/c To Sales A/c To Output CGST A/c To Output SGST A/c (Being sold good to Naman , Paid CGST and SGST 6% each)	Dr.	13,440		12,000 720 720
Mar 10	Raj A/c To Cash A/c (Being cash paid to raj)	Dr.	22,000		22,000
Mar 15	Cash A/c Discount Allowed A/c To Naman A/c (Being cash received from Naman and discount allowed)	Dr. Dr.	11,700 300		12,000
Mar 16	Wages A/c To Cash A/c (Being paid wages)	Dr.	200		200
Mar 18	Furniture A/c Input CGST A/c Input SGST A/c To Cash A/c (Being purchased furniture for office use, Paid CGST and SGST 6% each)	Dr. Dr. Dr.	5,000 300 300		5,600
Mar 20	Drawings A/c To Bank A/c (Being withdrawn from bank for personal use)	Dr.	4,000		4,000
Mar 22	Rent A/c Input CGST A/c Input SGST A/c	Dr. Dr. Dr.	3,000 180 180		

	To Bank A/c (Being paid rent through cheque , Paid CGST and SGST 6% each)				3,360
Mar 23	Drawings A/c To Purchase A/c To Input IGST A/c (Being goods taken for personal use, paid IGST 12%)	Dr.		2,240	2,000 240
Mar 24	Cash A/c To Bank A/c (Being cash withdrawn from bank)	Dr.		6,000	6,000
Mar 26	Cash A/c To Commission A/c To Output CGST A/c To Output SGST A/c (Being Cash received for commission , Paid CGST and SGST 6% each)	Dr.		1,120	1,000 60 60
Mar 27	Bank Charges A/c Input CGST A/c Input SGST A/c To Bank A/c (Being bank charges paid , Paid CGST and SGST 6% each)	Dr. Dr. Dr.		300 18 18	336
Mar 28	Insurance Premium A/c To Bank A/c (Being insurance premium paid)	Dr.		3,000	3,000
Mar 29	Salary A/c To Cash A/c (Being paid salary)	Dr.		10,000	10,000
Mar 30	Cash A/c To Sales A/c To Output CGST A/c To Output SGST A/c (Being sold goods for cash, Paid CGST and SGST 6% each)	Dr.		22,400	20,000 1,200 1,200

Ledger
Cash Account

Dr.							Cr.
Date	Particulars	L.F.	Rs.	Date	Particulars	L.F.	Rs.
2018				2018			
March 01	To Capital A/c		2,00,000	March 02	By Bank A/c		80,000
March 15	To Naman A/c		11,700	March 05	By Purchase A/c		30,000
March 24	To Bank A/c		6,000	March 05	By Input CGST A/c		1,800
March 26	To Commission A/c		1,000	March 05	By Input SGST A/c		1,800
March 26	To Output CGST A/c		60	March 10	By Raj A/c		22,000
March 26	To Output SGST A/c		60	March 16	By Wages A/c		200
March 30	To Sales A/c		20,000	March 18	By Furniture A/c		5,000
March 30	To Output CGST A/c		1,200	March 18	By Input CGST A/c		300
March 30	To Output SGST A/c		1,200	March 18	By Input SGST A/c		300
				March 29	By Salary A/c		10,000
				March 31	By Balance c/d		89,820
			2,41,220				2,41,220

Bank Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 02	To Cash A/c		80,000	2018 March 20 March 22 March 22 March 22 March 24 March 27 March 27 March 27 March 28 March 31	By Drawings A/c By Rent A/c By Input CGST A/c By Input SGST A/c By Cash A/c By Bank Charges A/c By Input CGST A/c By Input CGST A/c By Insurance Premium A/c Balance c/d		4,000 3,000 180 180 6,000 300 18 18 3,000 63,304
			80,000				80,000

Capital Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 31	To Balance c/d		2,00,000	2018 March 01	By Cash A/c		2,00,000
			2,00,000				2,00,000

Purchase Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 04	To Raj A/c		22,000	2018 March 23	By Drawings A/c		2,000
March 05	To Cash A/c		30,000	March 31	By Balance c/d		50,000
			52,000				52,000

Raj Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 10	To Cash A/c		22,000	2018 March 04	By Purchase A/c		22,000
March 31	To Balance c/d		2,640	March 04	By Input IGST A/c		2,640
			24,640				24,640

Sales Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 31	To Balance c/d		32,000	2018 March 08	By Naman A/c		12,000
			32,000	March 30	By Cash A/c		20,000
							32,000

Naman Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 08	To Sales A/c		12,000	2018 March 15	By Cash A/c		11,700
March 08	To Output CGST A/c		720	March 15	By Discount allowed A/c		300
March 08	To Output SGST A/c		720	March 31	By Balance c/d		1,440
			13,440				13,440

Discount Allowed Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 15	To Naman A/c		300	2018 March 31	By Balance c/d		300
			300				300

Wages Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 16	To Cash A/c		200	2018 March 31	By Balance c/d		200
			200				200

Furniture Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 18	To Cash A/c		5,000	2018 March 31	By Balance c/d		5,000
			5,000				5,000

Drawings Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 20	To Bank A/c		4,000	2018 March 31	By Balance c/d		6,240
March 23	To Purchase A/c		2,000				
March 23	To Input IGST A/c		240				
			6,240				6,240

Commission Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 31	To Balance c/d		1,000	2018 March 26	By Cash A/c		1,000
			1,000				1,000

Bank Charges Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 22	To Bank A/c		300	2018 March 31	By Balance c/d		300
			300				300

Rent Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 22	To Bank A/c		3000	2018 March 22	By Balance c/d		3,000
			3,000				3,000

Insurance Premium Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 28	To Bank A/c		3000	2018 March 31	By Balance c/d		3,000
			3,000				3,000

Salary Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 29	To Cash A/c		10,000	2018 March 31	By Balance c/d		10,000
			10,000				10,000

Input CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 05	To Cash A/c		1,800	2018 March 31	By Balance c/d		2,298
March 18	To Cash A/c		300				
March 18	To Bank A/c		180				
March 27	To Bank A/c		18				
			2,298				2,298

Input SGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 05	To Cash A/c		1,800	2018 March 31	By Balance c/d		2,298
March 18	To Cash A/c		300				
March 18	To Bank A/c		180				
March 27	To Bank A/c		18				
			2,298				2,298

Input IGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 04	To Raj A/c		2,640	2018 March 23 March 31	By Drawings A/c By Balance c/d		240 2,400
			2,640				2,640

Output CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 31	To Balance c/d		1,980	2018 March 08 March 26 March 30	By Naman A/c By Cash A/c By Cash A/c		720 60 1,200
			1,980				1,980

Output SGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 March 31	To Balance c/d		1,980	2018 March 08 March 26 March 30	By Naman A/c By Cash A/c By Cash A/c		720 60 1,200
			1,980				1,980

Question 6.

Following balances appeared in the books of Ashok, Delhi on 1st April, 2018:

Assets: Cash – ₹ 50,000; Stock – ₹ 30,000; Debtors – Ram ₹ 50,000; Machinery – ₹ 60,000.

Liabilities: Creditor – Rajesh ₹ 30,000.

The following transactions took place in April, 2018:

2018		₹
April 4	Sold goods for cash	7,000
April 6	Goods returned by Ram, Delhi	1,000
April 10	Purchased goods from Rajesh, Jaipur (Rajasthan) of list price ₹ 10,000 for	9,000
April 15	Bought goods at list price of ₹ 15,000 from Rakesh, Kolkata <i>less</i> 10% trade discount and 5% cash discount and paid 40% price immediately	
April 20	Paid to Rajesh in full settlement of his account*	38,600
April 25	Paid for the life insurance premium of the proprietor*	500
April 30	Received for commission	2,000

CGST and SGST @ 6% each is levied on intra-state transactions and IGST is levied @ 12% on inter-state transactions. Transactions marked (*) are not subject to levy of GST.

Pass Journal entries for the above transaction, post them into the Ledger and prepare the Trial Balance on 30th April, 2018.

Solution:

**Books of Ashok, Delhi
Journal**

Date	Particulars	L.F.	Dr. Rs.	Cr. Rs.
2018				
April 01	Cash A/c	Dr.	50,000	
	Stock A/c	Dr.	30,000	
	Debtors A/c	Dr.	50,000	
	Machinery A/c	Dr.	60,000	
	To Rajesh A/c			30,000
	To Capital A/c (balancing amount)			1,60,000
	(Being balance brought forward)			

April 04	Cash A/c To Sales A/c To Output CGST A/c To Output SGST A/c (Being sold goods for cash, paid CGST and SGST 6% each)	Dr.	7,840	7,000 420 420
April 06	Sales Return A/c Output CGST A/c Output CGST A/c To Ram A/c (Being goods returned to Ram, paid CGST and SGST 6% each)	Dr. Dr. Dr.	1,000 60 60	1,120
April 10	Purchase A/c Input IGST A/c To Rajesh A/c (Being bought goods from Rajesh, paid IGST 12%)	Dr. Dr.	9,000 1,080	10,080
April 15	Purchase A/c Input IGST A/c To Rakesh A/c To Cash A/c To Discount Received A/c (Being bought goods from Rakesh, 40% of price paid immediately and availed 5% cash discount on payment, Paid IGST 12%)	Dr. Dr.	13,500 1,620	9,072 5,746 302
April 20	Rajesh A/c To Cash A/c To Discount Received A/c (Being paid Rajesh and discount received)	Dr.	40,080	38,600 1,480
April 25	Drawings A/c To Cash A/c (Being paid life insurance premium of proprietor)	Dr.	500	500
April 30	Cash A/c To Commission A/c To Output CGST A/c To Output CGST A/c (Being received commission, paid CGST and SGST 6% each)	Dr.	2,240	2,000 120 120

**Ledger
Cash Account**

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01	To Balance b/d		50,000	2018 April 15	By Purchase A/c		5,746
April 04	To Sales A/c		7,000	April 20	By Rajesh A/c		38,600
April 04	To Output CGST A/c		420	April 25	By Drawings A/c		500
April 04	To Output CGST A/c		420	April 30	By Balance c/d		15,234
April 30	To Commission A/c		2,000				
April 30	To Output CGST A/c		120				
April 30	To Output SGST A/c		120				
			60,080				60,080

Capital Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		1,60,000	2018 April 01	By Balance b/d		1,60,000
			1,60,000				1,60,000

Rakesh Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		9,072	2018 April 15	By Purchase A/c		9,072
			9,072				9,072

Stock Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01	To Balance b/d		30,000	2018 April 30	By Balance c/d		30,000
			30,000				30,000

Debtors (Ram, others) Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01	To Balance b/d		50,000	2018 April 06	By Sales Return A/c		1,000
				April 06	By Output CGST A/c		60
				April 06	By Output SGST A/c		60
				April 30	By Balance c/d		48,880
			50,000				50,000

Machinery Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01	To Balance b/d		60,000	2018 April 30	By Balance c/d		60,000
			60,000				60,000

Rajesh Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 20	To Cash A/c		38,600	2018 April 01	By Balance b/d		30,000
April 20	To Discount Received A/c		1,480	April 10	By Purchase A/c		9,000
			40,080	April 10	By Input IGST A/c		1,080
							40,080

Sales Return Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 06	To Ram A/c		1,000	2018 April 30	By Balance c/d		1,000
			1,000				1,000

Drawings Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 25	To Cash A/c		500	2018 April 30	By Balance c/d		500
			500				5000

Commission Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		2,000	2018 April 30	By Cash A/c		2,000
			2,000				2,000

Discount Received A/c

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		1,782	2018 April 15 April 20	By Purchase A/c By Rajesh A/c		302
			1,782				1,480
							1,782

Purchase Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 10 April 15 April 15 April 15	To Rajesh A/c To Rakesh A/c To Cash A/c To Discount Received A/c		9,000	2018 April 30	By Balance c/d		24,120
			9,072				
			5,746				
			302				
			24,120				24,120

Sales Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance b/d		7,000	2018 April 04	By Cash A/c		7,000
			7,000				7,000

Input IGST A/c

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 10	To Rajesh A/c		1,080	2018 April 30	By Balance c/d		1,080
			1,080				1,080

Output CGST A/c

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 04	To Ram A/c		60	2018 April 04	By Cash A/c		420
April 30	To Balance c/d		480	April 30	By Cash A/c		120
			540				540

Output SGST A/c

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 04	To Ram A/c		60	2018 April 04	By Cash A/c		420
April 30	To Balance c/d		480	April 30	By Cash A/c		120
			540				540

**Trial Balance as
on April 30, 2018**

Particulars	L.F.	Dr. Rs.	Cr. Rs.
Cash		15,234	
Capital			1,60,000
Rakesh			9,072
Stock		30,000	
Debtors		48,880	
Machinery		60,000	
Sales Return		1,000	
Drawings		500	
Commission			2,000
Discount Received			1,782
Purchase		24,120	
Sales			7,000
Input IGST		1,080	
Output CGST			480
Output SGST			480
		1,80,814	1,80,814

Question 7.

On 1st April, 2018, the following were Ledger balances of M/s. Ram & Co., Delhi: Cash in Hand – ₹ 300; Cash at Bank – ₹ 7,000; Bills Payable – ₹ 1,000; Zahir (Dr.) – ₹ 800; Stock – ₹ 4,000; Gobind (Cr.) – ₹ 2,000; Sharma (Dr.) – ₹ 1,500; Rahul (Cr.) – ₹ 900; Capital – ₹ 9,700. Transactions during the month of April, 2018 were:

2018		₹
April 2	Bought goods from Gobind, Delhi	900
April 3	Sold goods to Sharma, Kanpur	1,000
April 5	Bought goods from Rahul, Delhi	1,200
April 8	Sold goods to Zahir, Kolkata	500
April 15	Paid Gobind by cheque*	1,500
April 18	Received from a cheque of Allowed him discount*	2,000 50
April 20	Sold goods to Sharma, Kanpur	800
April 20	Paid rent by cheque	200
April 25	Sold goods to Zahir, Kolkata	1,000
April 30	Paid salaries in cash*	300

Inter-state transactions are subject to levy of IGST @ 12% and Intra-state transactions are subject to levy of CGST and SGST @ 6% each. GST is not levied on transactions marked with (*).

Post the above transactions to the Ledger and prepare the Trial Balance on 30th April, 2018.

Solution:

Cash Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		300	Apr 30	Salaries		300
			300				300

Bank Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		7,000	Apr 15	Gobind A/c		1,500
Apr 18	Sharma A/c		2,000	Apr 20	Rent A/c		200
				Apr 20	Input CGST A/c		12
				Apr 20	Input SGST A/c		12
			9,000	Apr 30	Balance c/d		7,276
							9,000

Input CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 02	Gobind A/c		54	Apr 30	Balance c/d		138
Apr 05	Rahul A/c		72				
Apr 20	Bank A/c		12				138
			138				

Input SGST Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 02	Gobind A/c		54	Apr 30	Balance c/d		138
Apr 05	Rahul A/c		72				
Apr 20	Bank A/c		12				
			138				138

Output IGST Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Balance c/d		396	Apr 03	Sharma A/c		120
				Apr 08	Zahir A/c		60
				Apr 20	Sharma A/c		96
				Apr 25	Zahir A/c		120
			396				396

Purchases Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 02	Gobind A/c		900	Apr 30	Balance c/d		2,100
Apr 05	Rahul A/c		1,200				
			2,100				2,100

Sales Account

Dr.							Cr.	
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)	
Apr 30	Balance c/d		3,300	Apr 03 Apr 08 Apr 20 Apr 25	Sharma A/c		1,000	
					Zahir A/c		500	
					Sharma A/c		800	
			3,300		Zahir A/c		1,000	
							3,300	

Capital Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		9,700	Apr 30	Balance c/d		9,700
							9,700
							9,700

Salary Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Cash A/c		300	Apr 30	Balance c/d		300
							300
							300

Rent Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 20	Bank A/c		200	Apr 30	Balance c/d		200
			200				200

Discount Allowed Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 18	Sharma A/c		50	Apr 30	Balance c/d		50
			50				50

Bills Payable Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Balance c/d		1,000	Apr 01	Balance b/d		1,000
			1,000				1,000

Stock Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		4,000	Apr 30	Balance c/d		4,000
			4,000				4,000

Gobind Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 15	Bank A/c		1,500	Apr 01	Balance b/d		2,000
Apr 30	Balance c/d		1,508	Apr 02	Purchases A/c		900
				Apr 02	Input CGST A/c		54
				Apr 02	Input CGST A/c		54
			3,008				3,008

Zahir Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		800	Apr 30	Balance c/d		2,480
Apr 08	Sales A/c		500				
Apr 08	Output IGST A/c		60				
Apr 25	Sales A/c		1,000				
Apr 25	Output IGST A/c		120				
			2,480				2,480

Sharma Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		1,500	Apr 18	Bank A/c		2,000
Apr 03	Sales A/c		1,000	Apr 18	Discount		50
Apr 03	Output IGST A/c		120	Apr 30	Allowed A/c		1,466
Apr 20	Sales A/c		800		Balance c/d		
Apr 20	Output IGST A/c		96				
			3,516				3,516

Rahul Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
	Balance c/d		2,244	Apr 01	Balance b/d		900
				Apr 05	Purchases A/c		1,200
				Apr 05	Input CGST A/c		72
				Apr 05	Input CGST A/c		72
							2,244

**Trial Balance
as on Apr 30, 2018**

S.No.	List of Items	Debit Balances	Credit Balances
1	Bank	7,276	
2	Input CGST A/c	138	
3	Input SGST A/c	138	
4	Output ISGT A/c		396
5	Purchases	2,100	
6	Sales		3,300
7	Capital		9,700
8	Salary	300	
9	Rent	200	
10	Discount Allowed	50	
11	Bills Payable		1,000
12	Stock	4,000	
13	Gobind		1,508
14	Zahir	2,480	
15	Sharma	1,466	
16	Rahul		2,244
	Total	18,148	18,148

Question 8.

You are to open the books of Rajesh Prabhu, Gurugram (Haryana) a trader, through the Journal to record the assets and liabilities and then to record the daily transactions for the month of April, 2018. A Trial Balance is to be extracted as on 30th April, 2018:

2018	
April 1	<i>Assets:</i> Premises ₹ 2,00,000; Delivery Van ₹ 50,000; Fixtures ₹ 5,000; Stock ₹ 75,000; <i>Debtors:</i> Hariharan ₹ 30,000; Rajhans ₹ 50,000; Cash at Bank ₹ 45,000; Cash in Hand ₹ 30,000 <i>Liabilities:</i> Creditors: Jawahar ₹ 1,00,000; Vikas ₹ 45,000; Telephone Expenses Payable ₹ 4,000; Output CGST- ₹ 240; Output SGST- ₹ 240; Electricity Expenses Payable ₹ 4,520; Salaries Payable ₹ 7,000.
April 1	Paid rent by cheque ₹ 5,000
April 2	Goods purchased on credit from Prabhat, Delhi ₹ 15,000; Rajan, Delhi ₹ 8,000; Passi, Delhi ₹ 7,000
April 3	Goods sold on credit to Rakesh, Gurugram ₹ 17,000; Devender, Delhi ₹ 25,000; Paid Telephone Bill CGST and SGST by Cheque
April 4	Paid the bill of petrol expenses for Delivery Van ₹ 5,700*
April 5	Cash drawings by Rajesh Prabhu ₹ 4,000*
April 7	Paid salaries for the month of March, 2018 ₹ 7,000*
April 9	Cash sales ₹ 5,000
April 11	Goods returned by Rakesh ₹ 5,000; Devender ₹ 1,000
April 12	Received cheques from debtors: Hariharan ₹ 20,000; Rajhans ₹ 40,000*
April 16	Goods returned to Prabhat ₹ 4,000; Rajan ₹ 1,000
April 20	Cheques issued to creditors: Jawahar ₹ 50,000; Vikas ₹ 10,000*
April 22	Received cheques from Hariharan ₹ 10,000; Rajhans ₹ 10,000; Rakesh ₹ 10,000; Devender ₹ 5,000 Cheques received from Rakesh and Devender are dated 25th May, 2018*.
April 24	Cheques from Rakesh and Devender were discounted from bank paying interest @ 10% p.a.*
April 25	Received cash from Devender in full settlement ₹ 21,000*

Inter-state transactions are subject to levy of IGST @ 12% and Intra-state transactions are subject to levy of CGST and SGST @ 6% each. GST is not levied on transactions marked with (*).

Solution:

In the Books of Rajesh Prabhu
Journal

Date	Particulars	L.F.	Dr. Rs.	Cr. Rs.
2018 April 01	Premises A/c Delivery Van A/c Fixture A/c Stock A/c Hariharan A/c Rajhans A/c Bank A/c Cash A/c To Jawahar A/c To Vikas A/c To Telephone Expenses Payable A/c To Output CGST A/c To Output SGST A/c To Expense Payable A/c To Salaries Payable A/c To Capital A/c (balancing amt.) (Being balance forwarded from last month)	Dr. Dr. Dr. Dr. Dr. Dr. Dr. Dr. Dr. Dr. Dr. Dr. Dr. Dr. Dr. Dr. Dr.	2,00,000 50,000 5,000 75,000 30,000 50,000 45,000 30,000 1,00,000 45,000 4,000 240 240 4,520 7,000 3,24,000	
April 01	Rent A/c Input CGST A/c Input SGST A/c To Bank A/c (Being rent paid by cheque, paid CGST and SGST 6%)	Dr. Dr. Dr. Dr.	5,000 300 300 5,600	
April 02	Purchase A/c Input IGST A/c ($1,800 + 960 + 840$) To Prabhat A/c To Rajan A/c To Passi A/c (Being goods purchased from Prabhat, Rajhans and Passi, paid IGST 12%)	Dr. Dr.	30,000 3,600	16,800 8,960 7,840
April 03	Rakesh A/c Devender A/c To Sales A/c To Output CGST A/c To Output SGST A/c	Dr. Dr.	19,040 28,000	22,000 1,020 1,020

	To Output IGST A/c (Being sold goods to Rakesh, Devender, Paid IGST 12% and CGST and SGST 6% each)			3,000
April 03	Telephone Expenses Paid A/c Input CGST A/c Input SGST A/c To Bank A/c (Being paid Telephone Expenses by Cheque, paid CGST and SGST 6% each)	Dr. Dr. Dr.	4,000 240 240	4,480
April 04	Delivery Van Expenses A/c To Cash A/c (Being paid petrol expenses of delivery van)	Dr.	5,700	5,700
April 05	Drawings A/c To Cash A/c (Being cash drawn by Proprietor)	Dr.	4,000	4,000
April 07	Salaries A/c To Cash A/c (Being paid salaries)	Dr.	7,000	7,000
April 09	Cash A/c To Sales A/c To Output CGST A/c To Output SGST A/c (Being goods sold for cash, paid CGST and SGST 6% each)	Dr.	5,600 300 300	5,000 300 300
April 11	Sales Return A/c Output CGST A/c Output SGST A/c Output IGST A/c To Rakesh A/c To Devender A/c (Being goods returned by Rakesh and Devender, Paid IGST 12% and CGST and SGST 6% each)	Dr. Dr. Dr. Dr.	6,000 300 300 120	5,600 1,120
April 12	Bank A/c To Hariharan A/c To Rajhans A/c (Being received cheques from Hariharan and Rajans)	Dr.	60,000	20,000 40,000

April 16	Prabhat A/c Rajan A/c To Purchase Return A/c To Input IGST A/c (480 + 120) (Being goods returned to Prabhat and Rajan, paid CGST and SGST 6% each)	Dr. Dr.	4,480 1,120	5,000 600
April 20	Jawahar A/c Vikas A/c To Bank A/c (Being cheques issued to Jawahar and Vikas)	Dr. Dr.	50,000 10,000	60,000
April 22	Bank A/c To Hariharan A/c To Rajhans A/c (Being received cheques from Hariharan and Rajhans)	Dr.	20,000	10,000 10,000
April 22	Cheque in Hand A/c To Rakesh A/c To Devender A/c (Being cheques received from Rakesh and Devender which are dated 15 th May, 2018)	Dr.	15,000	10,000 5,000
April 24	Bank A/c Interest A/c [15,000 × 10% ×(21/365)] To Cheque in Hand A/c (Being Rakesh and Devender cheque discounted with bank at interest of 10% p.a.)	Dr. Dr.	14,914 86	15,000
April 25	Cash A/c Discount Received A/c To Devender A/c (Being cash received from Devender and discount allowed)	Dr. Dr.	21,000 880	21,880

Ledgers
Cash Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018				2018			
April 01	To Balance b/d		30,000	April 04	By Delivery Van Exp. A/c		5,700
April 09	To Sales A/c		5,000	April 05	By Drawings A/c		4,000
April 09	To Output CGST A/c		300	April 07	By Salaries A/c		7,000
April 09	To Output SGST A/c		300	April 30	By Balance c/d		39,900
April 18	To Devender A/c		21,000				
			56,600				56,600

Bank Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018				2018			
April 01	To Balance b/d		45,000	April 01	By Rent A/c		5,000
April 12	To Hariharan A/c		20,000	April 01	By Input CGST A/c		300
April 12	To Rajhans A/c		40,000	April 01	By Input SGST A/c		300
April 22	To Hariharan A/c		10,000	April 03	Telephone Expenses A/c		4,000
April 22	To Rajhans A/c		10,000	April 03	Input CGST A/c		240
April 24	To Cheque in Hand A/c		14,914	April 03	Input SGST A/c		240
			1,39,914	April 20	By Jawahar A/c		50,000
				April 20	By Vikas A/c		10,000
				April 30	By Balance c/d		69,834
							1,39,914

Capital Account

Dr.				Cr.			
Date	Receipts	J.F.	Rs.	Date	Payments	J.F.	Rs.
2018 April 30	To Balance c/d		3,24,000 3,24,000	2018 April 01	By Balance b/d		3,24,000 3,24,000

Premises Account

Dr.				Cr.			
Date	Receipts	J.F.	Rs.	Date	Payments	J.F.	Rs.
2018 April 01	To Balance b/d		2,00,000 2,00,000	2018 April 30	By Balance c/d		2,00,000 2,00,000

Delivery Van Account

Dr.				Cr.			
Date	Receipts	J.F.	Rs.	Date	Payments	J.F.	Rs.
2018 April 01	To Balance b/d		50,000 50,000	2018 April 30	By Balance c/d		50,000 50,000

Fixture Account

Dr.				Cr.			
Date	particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01	To Balance b/d		5,000 5,000	2018 April 30	By Balance c/d		5,000 5,000

Stock Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance b/d		75,000 75,000	2018 April 30	By Balance c/d		75,000 75,000

Hariharan Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01	To Balance b/d		30,000 30,000	2018 April 12 April 22	By Bank A/c By Bank A/c		20,000 10,000 30,000

Rajhans Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01	To Balance b/d		50,000 50,000	2018 April 12 April 22	By Bank A/c By Bank A/c		40,000 10,000 50,000

Jawahar Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 20	To Bank A/c		50,000	2018 April 01	By Balance b/d		1,00,000
April 30	To Balance c/d		50,000				
			1,00,000				1,00,000

Vikas Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 20	To Bank A/c		10,000	2018 April 01	By balance b/d		45,000
April 30	To balance c/d		35,000				
			45,000				45,000

Telephone Expenses Payable Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 03	To Bank A/c		4,000	2018 April 01	By Balance b/d		4,000
			4,000				4,000

Expenses Payable Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		4,520	2018 April 01	By Balance b/d		4,520
			4,520				4,520

Rent Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01	To Bank A/c		5,000	2018 April 30	By Balance c/d		5,000
			5,000				5,000

Prabhat Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 16	To Purchase Return A/c		4,000	2018 April 02	By Purchase A/c		15,000
April 16	To Input IGST A/c		480	April 02	By Input IGST A/c		1,800
April 30	To Balance c/d		12,320				
			16,800				16,800

Salaries Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 07	To Cash A/c		7,000	2018 April 01	By Balance b/d		7,000
			7,000				7,000

Sales Return Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 11	To Rakesh A/c		5,000	2018 April 30	By Balance c/d		6,000
			1,000				6,000
			6,000				6,000

Purchase Return Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		5,000	2018 April 16	By Prabhat A/c By Rajan A/c		4,000 1,000
			5,000				5,000
			5,000				5,000

Interest Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 24	To Cheque in Hand A/c		86	2018 April 30	By Balance c/d		86
			86				86
			86				86

Discount Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 25	To Devender A/c		880	2018 April 30	By Balance c/d		880
			880				880
			880				880

Sales Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		47,000	2018 April 03 April 03 April 09	By Rakesh A/c By Devender A/c By Cash A/c		17,000 25,000 5,000
			47,000				47,000
			47,000				47,000

Purchase Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 02	To Prabhat A/c		15,000	2018 April 30	By Balance c/d		30,000
April 02	To Rajhans A/c		8,000				
April 02	To Passi A/c		7,000				
			30,000				30,000

Cheque in Hand Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 22	To Rakesh A/c		10,000	2018 April 24	By Bank A/c		14,912
April 24	To Devender A/c		5,000	April 24	By Interest A/c		88
			15,000				15,000

Delivery Van Expenses Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 04	To Cash A/c		5,700	2018 April 30	By Balance c/d		5,700
			5,700				5,700

Drawings Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 05	To Cash A/c		4,000	2018 April 30	By Balance c/d		4,000
			4,000				4,000

Rajan Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 16	To Purchase Return A/c		1,000	2018 April 02	By Purchase A/c		8,000
April 16	To Input IGST A/c		120	April 02	By Input IGST A/c		960
April 30	To Balance c/d		7,840				
			8,960				8,960

Passi Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		7,840	2018 April 02	By Purchase A/c		7,000
			7,840	April 02	By Input IGST A/c		840
							7,840

Rakesh Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 03	To Sales A/c		17,000	2018 April 11	By Sales Return A/c		5,000
April 03	To Output CGST A/c		1,020	April 11	By Output CGST A/c		300
April 03	To Output SGST A/c		1,020	April 11	By Output CGST A/c		300
				April 22	By Cheque in Hand A/c		10,000
				April 30	By Balance c/d		3,440
			19,040				19,040

Devender Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 03	To Sales A/c		25,000	2018 April 11	By Sales Return A/c		1,000
April 03	To Output IGST A/c		3,000	April 11	By Output IGST A/c		120
				April 22	By Cheque in Hand		5,000
				April 30	By Cash A/c		21,000
				April 30	By Discount Received A/c		880
			28,000				28,000

Input CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01	To Bank A/c		300	2018 April 30	By Balance c/d		540
April 03	To Bank A/c		240				
			540				540

Input CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01	To Bank A/c		300	2018 April 30	By Balance c/d		540
April 03	To Bank A/c		240				
			540				540

Input IGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 02	To Prabhat A/c		1,800	2018 April 16	To Prabhat A/c		480
April 02	To Rajan A/c		960	April 16	To Rajan A/c		120
April 02	To Passi A/c		840	April 30	By Balance c/d		3,000
			3,600				3,600

Output CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 11	To Rakesh A/c		300	2018 April 01	By Balance b/d		240
April 30	To Balance c/d		1,260	April 03	By Rakesh A/c		1,020
				April 03	By Cash A/c		300
			1,560				1,560

Output SGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 11	To Rakesh A/c		300	2018 April 01	By Balance b/d		240
April 30	To Balance c/d		1,260	April 03	By Rakesh A/c		1,020
				April 03	By Cash A/c		300
			1,560				1,560

Output IGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 11	To Devender A/c		120	2018 April 03	By Devender A/c		3,000
April 30	To Balance c/d		2,880				
			3,000				3,000

**Trial Balance as
on April 30, 2018**

Particulars	L.F.	Dr. Rs.	Cr. Rs.
Cash		39,900	
Bank		69,834	
Capital			3,24,000
Premises		2,00,000	
Deliver van		50,000	
Fixtures		5,000	
Stock		75,000	
Rajan			7,840
Passi			7,840
Rakesh		3,440	
Delivery Van expenses		5,700	
Drawings		4,000	
Expenses Payable			4,520
Rent		5,000	
Purchase		30,000	
Prabhat			12,320
Jawahar			50,000
Vikas			35,000
Sales			47,000
Sales Return		6,000	
Purchase Return			5,000
Interest		86	
Discount		880	
Input CGST		300	
Input SGST		300	
Input IGST		3,000	
Output CGST			1,020
Output SGST			1,020
Output IGST			2,880
		4,98,440	4,98,440

Sett-off Opening CGST and SGST

Output CGST (April 1)	240	Output SGST (April 1)	240
Input CGST	(540)	Input SGST	(540)
Total	(3,00)	Total	(3,00)

Question 9.

Enter the following transactions in the Journal of M/s. Karim Bros., Prop. Shri Karim Khan, Kolkata, post to the Ledger and prepare the Trial Balance:

2018		₹
April 1	Assets: Cash in Hand ₹ 20,000; Cash at Bank ₹ 35,000; Stock ₹ 15,000; Furniture ₹ 4,500; Input SGST ₹ 5,000; Input IGST ₹ 2,000 Debtors: Poonam ₹ 20,000; Sonu ₹ 10,000 Creditors: Ashok ₹ 13,500; Pankaj ₹ 21,500	5000
April 4	Purchased goods from Pankaj, Kolkata	13000
April 7	Paid to Ashok by cheque in full settlement of his account*	11000
April 10	Sold goods to Poonam, Delhi	15000
April 12	Purchased goods from Ashok, Delhi	6000
April 15	Sold goods to Sonu, Kanpur	24500
April 18	Received cheque from Poonam* Allowed her discount*	1500
April 25	Paid for stationery	1200
April 27	Paid telephone bill by cheque	3500
April 30	Paid salaries*	6000

Inter-state transactions are subject to levy of IGST @ 12% and Intra-state transactions are subject to levy of CGST and SGST @ 6% each. GST is not levied on transactions marked with (*).

Solution:

Journal

Date	Particulars	L.F.	Debit Amount (Rs.)	Credit Amount (Rs.)
2018				
Apr 01	Cash in Hand A/c Dr. Cash at Bank A/c Dr. Stock A/c Dr. Furniture A/c Dr. Input SGST A/c Dr. Input IGST A/c Dr. Poonam A/c Dr. Sonu A/c Dr. To Ashok A/c To Pankaj A/c To Capital A/c (<i>bal. fig.</i>) (Assets and Liabilities brought down from last year)		20,000 35,000 15,000 4,500 5,000 2,000 20,000 10,000 13,500 21,500 76,500	
Apr 04	Purchases A/c Dr. Input CGST A/c Dr. Input SGST A/c Dr. To Pankaj A/c (Goods purchased with CGST and SGST @ 6% each)		5,000 300 300 5,600	
Apr 07	Ashok A/c Dr.		13,500	

	To Bank A/c To Discount Received A/c (Paid to Ashok in full settlement)	Dr.		13,000 500
Apr 10	Poonam A/c To Sales A/c To Output IGST A/c (Goods sold with IGST @ 12%)	Dr.	12,320	11,000 1,320
Apr 12	Purchases A/c Input IGST A/c To Ashok A/c (Goods purchased with IGST @ 12%)	Dr. Dr.	15,000 1,800	16,800
Apr 15	Sonu A/c To Sales A/c To Output IGST A/c (Goods sold with IGST @ 12%)	Dr.	6,720	6,000 720
Apr 18	Bank A/c Discount Allowed A/c To Poonam A/c (Received from Poonam)	Dr. Dr.	24,500 1,500	26,000
Apr 25	Stationery A/c Input CGST A/c Input SGST A/c To Cash A/c (Stationery purchased)	Dr. Dr. Dr.	1,200 72 72	1,344
Apr 27	Telephone Expenses A/c Input CGST A/c Input SGST A/c To Bank A/c (Telephone expenses paid)	Dr. Dr.	3,500 210 210	3,920
Apr 30	Salary A/c To Cash A/c (Paid salary)	Dr.	6,000	6,000

Cash in Hand Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		20,000	Apr 25	Stationery A/c		1,200
				Apr 25	Input CGST A/c		72
				Apr 25	Input SGST A/c		72
				Apr 30	Salaries A/c		6,000
				Apr 30	Balance c/d		12,656
			20,000				20,000

Cash at Bank Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		35,000	Apr 07	Ashok A/c		13,000
Apr 18	Poonam A/c		24,500	Apr 27	Telephone Expenses A/c		3,500
				Apr 27	Input CGST A/c		210
				Apr 27	Input SGST A/c		210
			59,500	Apr 30	Balance c/d		42,580
							59,500

Input CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 04	Pankaj A/c		300	Apr 30	Balance c/d		582
Apr 25	Stationery A/c		72				
Apr 27	Telephone Expenses A/c		210				582
			582				

Input SGST Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		5,000	Apr 30	Balance c/d		5,582
Apr 04	Pankaj A/c		300				
Apr 25	Stationery A/c		72				
Apr 27	Telephone Expenses A/c		210				5,582
			5,582				

Input IGST Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		2,000	Apr 30	Balance c/d		3,800
Apr 12	Ashok A/c		1,800				
			3,800				3,800

Output IGST Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Balance c/d		2,040	Apr 10	Poonam A/c		1,320
				Apr 15	Sonu A/c		720
			2,040				2,040

Purchases Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 04	Pankaj A/c		5,000	Apr 30	Balance c/d		20,000
Apr 12	Ashok A/c		15,000				
			20,000				20,000

Sales Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Balance c/d		17,000	Apr 10	Poonam A/c		11,000
				Apr 15	Sonu A/c		6,000
			17,000				17,000

Capital Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		76,500	Apr 30	Balance c/d		76,500
			76,500				76,500

Salary Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Cash A/c		6,000	Apr 30	Balance c/d		6,000
			6,000				6,000

Telephone Expenses Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 27	Bank A/c		3,500	Apr 30	Balance c/d		3,500
			3,500				3,500

Stationery Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 25	Cash A/c		1,200	Apr 30	Balance c/d		200
			1,200				1,200

Discount Allowed Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 18	Poonam A/c		1,500	Apr 30	Balance c/d		1,500
			1,500				1,500

Discount Received Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Balance c/d		500	Apr 30	Ashok		500
			500				500

Furniture Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		4,500	Apr 30	Balance c/d		4,500
			4,500				4,500

Stock Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		15,000	Apr 30	Balance c/d		15,000
			15,000				15,000

Pankaj Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 30	Balance c/d		27,100	Apr 01	Balance b/d		21,500
				Apr 04	Purchases A/c		5,000
				Apr 04	Input CGST A/c		300
				Apr 04	Input CGST A/c		300
			27,100				27,100

Poonam Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		20,000	Apr 18	Bank A/c		24,500
Apr 10	Sales A/c		11,000	Apr 18	Discount Allowed A/c		1,500
Apr 10	Output IGST A/c		1,320	Apr 30	Balance c/d		6,320
			32,320				32,320

Sonu Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 01	Balance b/d		10,000	Apr 30	Balance c/d		16,720
Apr 15	Sales A/c		6,000				
Apr 15	Output IGST A/c		720				16,720
			16,720				

Ashok Account

Dr.							Cr.
Date	Particulars	J.F.	Amount (Rs.)	Date	Particulars	J.F.	Amount (Rs.)
Apr 07	Bank A/c		13,000	Apr 01	Balance b/d		13,500
	Discount Received A/c		500	Apr 12	Purchases A/c		15,000
Apr 07	Balance c/d		16,800	Apr 12	Input IGST A/c		1,800
Apr 30			30,300				30,300

Trial Balance

S.No.	List of Items	Debit Balances	Credit Balances
1	Cash in Hand	12,656	
2	Cash at Bank	42,580	
3	Input CGST A/c	582	
4	Input SGST A/c	5,582	
5	Input IGST A/c	3,800	
6	Output IGST A/c		2,040
7	Purchases	20,000	
8	Sales		17,000
9	Capital		76,500
10	Salary	6,000	
11	Stationery	1,200	
12	Telephone Expenses	3,500	
13	Discount Allowed	1,500	
14	Furniture	4,500	
15	Stock	15,000	
16	Discount Received		500
17	Pankaj		27,100
18	Poonam	6,320	
19	Sonu	16,720	
20	Ashok		16,800
	Total	1,39,940	1,39,940

Question 10.

Write up the following transactions in the Journal of Ashok, Delhi and post them to the Ledger for April, 2018. Also, prepare the Trial Balance as on 30th April, 2018.

2018		₹
April 1	Commenced business with cash*	40,000
April 2	Opened Bank Account and deposited cheque from Saving A/c*	3,00,000
April 5	Bought goods against cheque	50,000
April 7	Sold goods to Amit, Chandigarh	25,000
April 9	Bought goods from Parvat, Delhi	51,000
April 12	Received cheque from Amit*	19,500
	Discount allowed*	500
April 13	Issued cheque to Parvat*	39,000
	Discount allowed by him*	1,000
April 16	Withdrew cash for personal expenses*	10,000
April 17	Received cash from Amit and deposited into bank*	5,000
April 25	Paid rent by cheque	9,000
April 29	Goods sold to Romy, Delhi	48,000

Solution:

In the Book of Ashok, Delhi
Journal

Date	Particulars	L.F.	Dr. Rs.	Cr. Rs.
2018 April 01	Cash A/c To Capital A/c (Being started business with cash)	Dr.	40,000	40,000
April 02	Bank A/c To Cash A/c (Being deposited into bank)	Dr.	3,00,000	3,00,000
April 05	Purchase A/c Input CGST A/c Input SGST A/c To Bank A/c (Being bought goods for Bank, paid CGST and SGST 6% each)	Dr. Dr. Dr.	50,000 3,000 3,000	56,000
April 07	Amit A/c To Sales A/c To Output IGST A/c (Being sold goods to Amit, paid IGST 12%)	Dr.	28,000	25,000 3,000
April 09	Purchase A/c Input CGST A/c Input SGST A/c To Parvat A/c (Being bought goods from Parvat, paid CGST and SGST 6% each)	Dr. Dr. Dr.	51,000 3,060 3,060	57,120
April 12	Bank A/c Discount Allowed A/c To Amit A/c (Being cheque received from Amit and discount allowed)	Dr. Dr.	19,500 500	20,000
April 13	Parvat A/c To Bank A/c To Discount Received (Being paid cheque to Parvat and discount received)	Dr.	40,000	39,000 1,000
April 16	Drawings A/c To Cash A/c (Being cash drawn by proprietor)	Dr.	10,000	10,000
April 17	Bank A/c To Amit A/c (Being received cash from Amit and deposited into bank)	Dr.	5,000	5,000
April 25	Rent A/c Input CGST A/c Input SGST A/c To Bank A/c (Being paid rent by cheque, paid CGST and SGST 6% each)	Dr. Dr. Dr.	9,000 540 540	10,080
April 29	Romy A/c To Sales A/c To Output CGST A/c To Output SGST A/c (Being goods sold to Romy, paid CGST and SGST 6% each)	Dr.	53,760	48,000 2,880 2,880

Ledgers
Cash Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01 April 30	To Capital A/c To Balance c/d		40,000 2,70,000	2018 April 02 April 16	By Bank A/c By Drawings A/c		3,00,000 10,000
			3,10,000				3,10,000

Bank Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 02 April 12 April 17	To Cash A/c To Amit A/c To Amit A/c		3,00,000 19,500 5,000	2018 April 05 April 05 April 05 April 13 April 25 April 25 April 30	By Purchase A/c By Input CGST A/c By Input SGST A/c By Parvat A/c By Rent A/c By Input CGST A/c By Input SGST A/c By Balance c/d		50,000 3,000 3,000 39,000 9,000 540 540 2,19,420
			3,24,500				3,24,500

Capital Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		40,000	2018 April 01	By Cash A/c		40,000
			40,000				40,000

Purchase Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 05 April 09	To Bank A/c To Parvat A/c		50,000 51,000	2018 April 30	By Balance c/d		1,01,000
			1,01,000				1,01,000

Sales Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		73,000	2018 April 07 April 29	By Amit A/c By Romy A/c		25,000 48,000 73,000
			73,000				

Amit Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 07 April 07	To Sales A/c To Output IGST A/c		25,000 3,000 28,000	2018 April 12 April 12 April 17 April 30	By Bank A/c By Discount Allowed A/c By Bank A/c By Balance c/d		19,500 500 5,000 3,000 28,000

Parvat Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 13 April 13 April 30	To Cash A/c To Discount Received A/c To Balance c/d		39,000 1,000 17,120 57,120	2018 April 09 April 09 April 09	By Purchase A/c Input CGST A/c Input SGST A/c		51,000 3,060 3,060 57,120

Discount Allowed Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 12	To Amit A/c		500 500	2018 April 30	By Balance c/d		500 500

Discount Received Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		1,000 1,000	2018 April 13	By Parvat A/c		1,000 1,000

Drawings Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 16	To Cash A/c		10,000 10,000	2018 April 30	By Balance c/d		10,000 10,000

Rent Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 25	To Bank A/c		9,000	2018 April 30	By Balance c/d		9,000
			9,000				9,000

Romy Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 29	To Sales A/c		48,000	2018 April 30	By Balance c/d		53,760
April 29	To Output CGST A/c		2,880				
April 29	To Output SGST A/c		2,880				53,760
			53,760				

Input CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 05	To Bank A/c		3,000	2018 April 30			
April 09	To Parvat A/c		3,060		By Balance c/d		6,600
April 25	To Bank A/c		540				6,600
			6,600				

Input SGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 05	To Bank A/c		3,000	2018 April 30			
April 09	To Parvat A/c		3,060		By Balance c/d		6,600
April 25	To Bank A/c		540				6,600
			6,600				

Output CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		2,880	2018 April 29	By Romy A/c		2,880
			2,880				2,880

Output SGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		2,880	2018 April 29	By Romy A/c		2,880
			2,880				2,880

Output IGST Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		3,000 3,000	2018 April 07	By Amit A/c		3,000 3,000

Trial Balance
as on April 30, 2018

Particulars	L.F.	Dr. Rs.	Cr. Rs.
Cash			2,70,000
Capital			40,000
Purchase		1,01,000	
Bank		2,19,420	
Sales			73,000
Parvat			17,120
Amit		3,000	
Discount allowed		500	
Discount received			1,000
Drawings		10,000	
Rent		9,000	
Romy		53,760	
Input CGST		6,600	
Input SGST		6,600	
Output CGST			2,880
Output SGST			2,880
Output IGST			3,000
		4,09,880	4,09,880

Question 11.

Shri S. K. Gupta, Chandigarh commenced business on 1st April, 2018 with a capital of ₹ 1,20,000 of which ₹ 60,000 was paid into his Bank Account and ₹ 60,000 retained as cash. His other transactions during the month were as follows:

2018		₹
April 2	Bought office furniture	20,000
April 5	Purchased goods	16,000
April 8	Purchased goods from Ramesh, Chandigarh	11,000
April 12	Sold goods to Sameer, Delhi	21,000
April 13	Purchased stationery for cash	1,800
April 13	Paid to Ramesh in cash*	10,000
	Discount allowed by him*	1,000
April 17	Withdrawn cash for office use*	4,000
April 18	Sen of Chandigarh sold goods to S.K. Gupta	30,000
April 19	Cash received from Sameer*	20,000
	Allowed him discount*	1,000
April 20	Sold to Raj Banwari, Delhi	40,000
April 28	Cash sales	1,400
April 30	Paid salary by cheque*	8,000
April 30	Paid rent by cheque	5,000
April 30	Paid telephone expenses by cheque	2,000
April 30	Paid cash into bank*	2,000

Inter-state transactions are subject to levy of IGST @ 12% and Intra-state transactions are subject to levy of CGST and SGST @ 6% each. GST is not levied on transactions marked with (*).

Journalise the above transactions and post them to the Ledger.

Solution:

**In the Books of Shri S.K. Gupta, Chandigarh
Journal**

Date	Particulars	L.F.	Dr. Rs.	Cr. Rs.
2018 April 01	Cash A/c Bank A/c To Capital A/c (Being commenced business with cash and bank)	Dr.	60,000 60,000	1,20,000
April 02	Furniture and Fittings A/c Input CGST A/c Input SGST A/c To Cash A/c (Being bought furniture and fittings, paid CGST and SGST 6% each)	Dr. Dr. Dr.	20,000 1,200 1,200	22,400
April 05	Purchase A/c Input CGST A/c Input SGST A/c To Cash A/c (Being bought goods in cash, paid CGST and SGST 6% each)	Dr. Dr. Dr.	16,000 960 960	17,920
April 08	Purchase A/c Input CGST A/c Input SGST A/c To Ramesh A/c (Being goods from Ramesh, paid CGST and SGST 6% each)	Dr. Dr. Dr.	11,000 660 660	12,320
April 12	Sameer A/c To Sales A/c To Output IGST A/c (Being sold goods to Sameer, paid IGST 12%)	Dr.	23,520	21,000 2,520
April 13	Stationary A/c Input CGST A/c Input SGST A/c To Cash A/c (Being stationary for cash, paid CGST and SGST 6% each)	Dr. Dr. Dr.	1,800 108 108	2,016
April 13	Ramesh A/c To Cash A/c To Discount Received A/c (Being paid to Ramesh and discount received)	Dr.	11,000	10,000 1,000
April 17	Cash A/c To Bank A/c (Being withdrawn cash for office use)	Dr.	4,000	4,000
April 18	Purchase A/c Input CGST A/c Input SGST A/c To Sen A/c (Being bought goods from Sen, paid CGST and SGST 6% each)	Dr. Dr. Dr.	30,000 1,800 1,800	33,600
April 19	Cash A/c Discount Allowed A/c To Sameer A/c (Being cash received from Sameer and discount allowed)	Dr. Dr.	20,000 1,000	21,000
April 20	Raj Banwari A/c To Sales A/c To Output IGST A/c (Being sold to Raj Banwari, paid IGST paid 12%)	Dr.	44,800	40,000 4,800
April 28	Cash A/c To Sales A/c To Output CGST A/c To Output SGST A/c (Being sold goods for cash, paid CGST and SGST 6% each)	Dr.	1,568	1,400 84 84
April 30	Salary A/c To Bank A/c (Being paid salary by cheque)	Dr.	8,000	8,000
April 30	Rent A/c Input CGST A/c Input SGST A/c To Bank A/c (Being paid rent by cheque, paid CGST and SGST 6% each)	Dr. Dr. Dr.	5,000 300 300	5,600

April 30	Telephone Expenses A/c Input CGST A/c Input SGST A/c To Bank A/c (Being paid telephone expenses by cheque, paid CGST and SGST 6% each)	Dr. Dr. Dr.	2,000 120 120		2,240
April 30	Bank A/c To Cash A/c (Being Paid cash to Dinesh and discount Received)	Dr.		2,000	2,000

Ledgers
Furniture and Fitting Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 02	To Cash A/c		20,000	2018 April 30	By Balance c/d		20,000
			20,000				20,000

Cash Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01	To Capital A/c		60,000	2018 April 02	By Furniture and Fitting A/c		20,000
April 17	To Bank A/c		4,000	April 02	By Input CGST A/c		1,200
April 19	To Sameer A/c		20,000	April 02	By Input CGST A/c		1,200
April 28	To Sales A/c		1,400	April 05	By Purchase A/c		16,000
April 28	To Output CGST A/c		84	April 05	By Input CGST A/c		960
April 28	To Output SGST A/c		84	April 05	By Input CGST A/c		960
				April 13	By Stationary A/c		1,800
				April 13	By Input CGST A/c		108
				April 13	By Input CGST A/c		108
				April 13	By Ramesh A/c		10,000
				April 30	By Bank A/c		2,000
				April 30	By Balance c/d		31,232
			85,568				85,568

Purchase Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 05	To Cash A/c		16,000	2018 April 30	By Balance c/d		57,000
April 08	To Ramesh A/c		11,000				
April 18	To Sen A/c		30,000				
			57,000				57,000

Ramesh Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 13	To Cash A/c		10,000	2018 April 08	By Purchase A/c		11,000
April 04	To Discount received A/c		1,000	April 08	By Input CGST A/c		660
April 30	To Balance c/d		1,320	April 08	By Input SGST A/c		660
			12,320				12,320

Sameer Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 12	To Sales A/c		21,000	2018 April 19	By Cash A/c		20,000
April 12	To Output IGST A/c		2,520	April 19	By Discount Allowed A/c		1,000
			23,520	April 30	By Balance c/d		2,520
							23,520

Bank Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 01	To Capital A/c		60,000	2018 April 17	By Cash A/c		4,000
April 30	To Cash A/c		2,000	April 30	By Salary A/c		8,000
				April 30	By Rent A/c		5,000
				April 30	By Input CGST A/c		300
				April 30	By Input SGST A/c		300
				April 30	By Telephone Expenses A/c		2,000
				April 30	By Input CGST A/c		120
				April 30	By Input SGST A/c		120
				April 30	By Balance c/d		42,160
			62,000				62,000

Capital Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		1,20,000	2018 April 01	By Cash A/c		60,000
				April 01	By Bank A/c		60,000
			1,20,000				1,20,000

Raj Banwari Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 20	To Sales A/c		40,000	2018 April 30	By Balance c/d		44,800
April 20	To Output IGST A/c		4,800				
			44,800				44,800

Sales Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		62,400	2018 April 12	By Sameer A/c		21,000
				April 20	By Raj Banwari A/c		40,000
				April 28	By Cash A/c		1,400
			62,400				62,400

Salary Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Bank A/c		8,000	2018 April 30	By Balance c/d		8,000
			8,000				8,000

Rent Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Bank A/c		5,000	2018 April 30	By Balance c/d		5,000
			5,000				5,000

Stationery Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 13	To Cash A/c		1,800	2018 April 30	By Balance c/d		1,800
			1,800				1,800

Discount Received Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		1,000	2018 April 13	By Ramesh A/c		1,000
			1,000				1,000

Sen Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		33,600	2018 April 18	By Purchase A/c		30,000
				April 18	By Input CGST A/c		1,800
				April 18	By Input SGST A/c		1,800
			33,600				33,600

Discount Allowed Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 19	To Sameer A/c		1,000	2018 April 30	By Balance c/d		1,000
			1,000				1,000

Telephone Expenses Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Bank A/c		2,000	2018 April 30	By Balance c/d		2,000
			2,000				2,000

Input CGST Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 02	To Cash A/c		1,200	2018 April 30	By Balance c/d		5,148
April 05	To Cash A/c		960				
April 05	To Ramesh A/c		660				
April 13	To Cash A/c		108				
April 18	To Sen A/c		1,800				
April 30	To Bank A/c		300				
April 30	To Bank A/c		120				
			5,148				5,148

Input SGST Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 02	To Cash A/c		1,200	2018 April 30	By Balance c/d		5,148
April 05	To Cash A/c		960				
April 05	To Ramesh A/c		660				
April 13	To Cash A/c		108				
April 18	To Sen A/c		1,800				
April 30	To Bank A/c		300				
April 30	To Bank A/c		120				
			5,148				5,148

Output CGST Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		84	2018 April 28	To Cash A/c		84
			84				84

Output SGST Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		84	2018 April 28	To Cash A/c		84
			84				84

Output IGST Account

Dr.				Cr.			
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
2018 April 30	To Balance c/d		7,320	2018 April 12	To Sameer A/c		2,520
				April 20	To Raj Banwari A/c		4,800
			7,320				7,320

**Trial Balance
as on April 30, 2018**

Particulars	L.F.	Dr. Rs.	Cr. Rs.
Cash		31,232	
Bank		42,160	
Capital			1,20,000
Furniture and Fittings		20,000	
Purchases		57,000	
Raj Banwari		44,800	
Sales			62,400
Salary		8,000	
Rent		5,000	
Stationary		1,800	
Discount Received			1,000
Sen			33,600
Sameer		2,520	
Ramesh			1,320
Discount Allowed		1,000	
Telephone Expenses		2,000	
Input CGST		5,148	
Input SGST		5,148	
Output CGST			84
Output SGST			84
Output IGST			7,320
		2,25,808	2,25,808

Question 12.

Journalise the following transactions in the books of Shri Manoj, Kolkata and prepare Ledger Accounts.

Opening Debit Balances:

Cash in Hand – ₹ 15,000; Cash at Bank – ₹ 55,000; Stock – ₹ 28,000; Debtors – ₹ 25,000 (Sunil – ₹ 5,000; Abhay – ₹ 10,000 and Alok – ₹ 10,000); Fixed Assets: Computer and Printer – ₹ 50,000; Furniture – ₹ 10,000; Delivery Van – ₹ 25,000.

Opening Credit Balances:

Bank Loan – ₹ 90,000; Salaries Outstanding – ₹ 15,000; Creditors – ₹ 20,000; Bills Payable – ₹ 10,000; Capital – ₹ 73,000.

Transactions for the month of April, 2018 were:

- (i) Purchased goods from M/s Prabhat Electricals – ₹ 10,000 less 10% Trade Discount. Cheque was issued immediately and availed 2% Cash Discount on purchase price.
- (ii) Cheque was received from Abhay for the balance allowing him discount of 2%*.
- (iii) Cheque was received from Alok for the balance due*.
- (iv) Sunil was unable to pay the full dues and offered to pay 75%, which was accepted. Cheque was duly received*.
- (v) Gave goods costing ₹ 1,000 as charity. These goods were purchased in Kolkata.
- (vi) In a competition held by the RWA where the shop is located an electric iron costing ₹ 500 was given as an award. It had been purchased from Prabhat Electricals, Delhi.

- (vii) A debt of ₹ 10,000 that was written off as bad debt in the past was received*.
- (viii) Salaries amounting to ₹ 15,000 provided in the books for the month of March, 2018 were paid through cheque*.
- (ix) Sales for the month were: Cash Sales ₹ 15,00,000 (Intra-state) and Credit Sales ₹ 3,00,000 (Inter-state).
- (x) Purchases for the month were: Cash Purchases ₹ 1,00,000 (Intra-state) and Credit Purchases (Inter-state) ₹ 9,00,000.
- Cheques Received from Debtors ₹ 2,00,000; Deposited Cash ₹ 15,00,000.
- (xi) Paid to creditors through cheques ₹ 8,90,000*.
- (xii) Bank Loan repaid during the month ₹ 20,000*.
- Inter-state transactions are subject to levy of IGST @ 12% and Intra-state transactions are subject to levy of CGST and SGST @ 6% each. GST is not levied on transactions marked with (*).

Solution:

Journal

Sr. No.	Particulars	L.F.	Dr. Rs.	Cr. Rs.
	Cash A/c Bank A/c Stock A/c Debtors A/c Computer and Printer A/c Delivery Van A/c Furniture A/c To Bank Loan A/c To Outstanding Salary A/c To Creditors A/c To Bills Payable A/c To Capital A/c (Being balance brought forwarded from last month)	Dr.	15,000 55,000 28,000 25,000 50,000 25,000 10,000 90,000 15,000 20,000 10,000 73,000	
i.	Purchase A/c Input IGST A/c To Bank A/c To Discount Received A/c (Being bought goods by bank with Discount Received, paid IGST 12%)	Dr. Dr.	9,000 1,080	9,900 180
ii.	Bank A/c Discount Allowed A/c To Debtors A/c (Being payment received Abhay With Discount Allowed)	Dr. Dr.	9,800 200	10,000
iii.	Bank A/c To Debtors A/c (Being payment received from Alok by bank)	Dr.	10,000	10,000
iv.	Bank A/c Bad Debts A/c To Debtors A/c (Being claim received by Sunil only 75%)	Dr. Dr.	3,750 1,250	5,000

v.	Charity A/c To Purchase A/c To Input CGST A/c To Input SGST A/c (Being bought goods by Charity, paid CGST and SGST 6% each)	Dr.	1,120	1,000 60 60
vi.	Advertisement A/c To Purchases A/c To Input IGST A/c (Being goods used by Advertisement, paid CGST and SGST 6% each)	Dr.	560	500 60
vii.	Cash A/c To Bad Debts A/c (Being recovered Bad Debts)	Dr.	10,000	10,000
viii.	Salaries A/c To Bank A/c (Being paid salaries by cheque)	Dr.	15,000	15,000
ix.	Cash A/c Debtors A/c To sales A/c To Output CGST A/c (cash) To Output SGST A/c (cash) To Output IGST A/c (Debtors) (Being sales goods by cash and credit, paid CGST and SGST 6% each and IGST 12%)	Dr. Dr.	16,80,000 3,36,000	18,00,000 90,000 90,000 36,000
x.	Purchase A/c Input CGST A/c(cash) Input SGST A/c(cash) Input IGST A/c (Creditors) To Cash A/c To Creditors A/c (Being bought goods by cash and credit, paid CGST and SGST 6% each and IGST 12%)	Dr. Dr. Dr. Dr.	1,00,000 6,000 6,000 1,08,000	1,12,000 10,08,000
x.	Bank A/c To Cash A/c (Being deposited cash)	Dr.	15,00,000	15,00,000
x.	Bank A/c To Debtors A/c (Being cheque received debtors)	Dr.	2,00,000	2,00,000
xi.	Creditors A/c To Bank A/c (Being paid to creditors by bank)	Dr.	8,90,000	8,90,000
xii.	Bank Loan A/c To Bank A/c (Being Loan paid in Cash)	Dr.	20,000	20,000

Ledgers
Cash Account

Dr.	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Cr.
	To Balance b/d To Bad Debts A/c (Recovered) To Sales A/c To Output CGST A/c To Output CGST A/c		15,000 10,000 15,00,000 90,000 90,000		By Purchases A/c By Input CGST A/c(cash) By Input CGST A/c(cash) By Bank A/c By Balance c/d		1,00,000 6,000 6,000 15,00,000 93,000
			17,05,000				17,05,000

Bank Account

Dr.	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Cr.
	To Balance b/d To Cash A/c To Debtors A/c To Debtors A/c To Debtors A/c To Debtors A/c		55,000 15,00,000 9,800 10,000 3,750 2,00,000		By Purchase A/c By Input IGST A/c By Creditors A/c By Salaries A/c By Bank Loan A/c By Balance c/d		8,820 1,080 8,90,000 15,000 20,000 8,43,650
			17,78,550				17,78,550

Stock Account

Dr.	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Cr.
	To Balance b/d		28,000		By Balance c/d		28,000
			28,000				28,000

Debtors Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Balance b/d To sales A/c To Output IGST A/c		25,000 3,00,000 36,000		By Bank A/c By Discount Allowed A/c By Bank A/c By Bank A/c By Bad Debts A/c By Bank A/c By Balance c/d		9,800 200 10,000 3,750 1,250 2,00,000 1,36,000
			3,61,000				3,61,000

Furniture Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Balance b/d		10,000		By Balance c/d		10,000
			10,000				10,000

Computer and printers Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Balance b/d		50,000		By Balance c/d		50,000
			50,000				50,000

Delivery Van Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Balance b/d		25,000		By Balance c/d		25,000
			25,000				25,000

Bank Loan Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Bank A/c To Balance c/d		20,000 70,000 90,000		By Balance b/d		90,000 90,000

Creditors Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Bank A/c To Balance c/d		8,90,000 1,38,000 10,28,000		By Balance b/d By Purchase A/c By Output IGST A/c		20,000 9,00,000 1,08,000 10,28,000

Bills Payable Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Balance c/d		10,000		By Balance b/d		10,000
			10,000				10,000

Capital Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Balance c/d		73,000		By Balance b/d		73,000
			73,000				73,000

Salaries Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Bank A/c		15,000		By Balance c/d		15,000
			15,000				15,000

Purchases Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Bank A/c		8,820		By Charity A/c		1,000
	To Discount Received A/c		180		By Drawing A/c		500
	To Cash A/c		1,00,000		By Balance c/d		10,07,500
	To Creditors A/c		9,00,000				
			10,09,000				10,09,000

Discount Received Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Balance c/d		180		By Purchases A/c		180
			180				180

Discount Allowed Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Debtors A/c		200		By Balance c/d		200
			200				200

Bad Debts Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Debtors A/c		1,250		By Balance c/d		1,250
			1,250				1,250

Charity Account

Dr.	Cr.						
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Purchases A/c		1,000		By Balance c/d		1,120
	To Input CGST A/c		60				
	To Input SGST A/c		60				
			1,120				1,120

Advertisement Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Purchases A/c To Input IGST A/c		500 60 560		By Balance c/d		560
							560

Bad Debts (Recovered) Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Balance c/d		10,000		By Cash A/c		10,000
			10,000				10,000

Sales Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Balance c/d		18,00,000		By Cash A/c By Debtors A/c		15,00,000 3,00,000
			18,00,000				18,00,000

Input CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Cash A/c		6,000		By Charity A/c By Balance c/d		60 5,940
			6,000				6,000

Input SGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Cash A/c		6,000		By Charity A/c By Balance c/d		60 5,940
			6,000				6,000

Input IGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Bank A/c To Creditors A/c		1,080 1,08,000 1,09,080		By Balance c/d By Advertisement A/c		1,09,020 60 1,09,080

Output CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Balance c/d		90,000		By Cash A/c		90,000
			90,000				90,000

Output CGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Balance c/d		90,000		By Cash A/c		90,000
			90,000				90,000

Output IGST Account

Dr.							Cr.
Date	Particulars	J.F.	Rs.	Date	Particulars	J.F.	Rs.
	To Balance c/d		36,000		By Debtors A/c		36,000
			36,000				36,000