**Assignment # 2:**

**Names and Roll numbers: Due date: 12/06/2020**

1. **…………………………………………….. Marks: 30**
2. **…………………………………………….. Weightage: 15**
3. **…………………………………………….**
4. **…………………………………………….**
5. **…………………………………………….**

ABC Pharmacy is a well-known drug store in your area. A condensed balance sheet on April 30, 2020, reflect the following information in (Rs. in millions):

Cash : 13

Accounts Receivables : 614

Inventory : 2,831

Property and other assets : 3,646

Total assets : 7,104

Accounts Payable : 1,364

Other liabilities : 1,506

Stockholders’ Equity : 4,234

Total liabilities and equity : 7,104

On May 1st and 2nd, the following transactions took place.

1. Issued 1,000,000 shares of common stock at Rs. 45/ share.
2. Borrowed cash signing a note payable for Rs. 12 million at the interest rate of 12% per annum for 3 years.
3. Purchased equipment for cash Rs. 13 million.
4. Purchased inventory on account for Rs. 90 million.
5. Disbursed cash on account (to reduce the accounts payable) Rs. 35 million.
6. Sold display equipment on account to a retailer at cost Rs. 1 million.
7. Collected cash on account Rs. 8 million.

**Requirements:**

1. Record the transactions from a to g in the General Journal.
2. Prepare the balance sheet in millions of rupees on May 2, 2020.

**Assignment # 3:**

**Names and Roll numbers: Due date: 12/06/2020**

**1…………………………………………….. Marks: 10**

**2…………………………………………….. Weightage: 2.5**

**3…………………………………………….**

**4…………………………………………….**

**5…………………………………………….**

A business has borrowed Rs. 1,000,000 on January 1st at 10 percent from a bank at 10 percent interest rate per annum for a period of 1 year. The business will make the entire payment of interest and repayment of principal at the end of the year. The business has an accounting period of 3 months.

**Requirements:**

1. Make the adjusting entries needed in the each accounting period.
2. Make the entry needed to make the payment of interest and repayment of the principal at the end of the year.