

Special Purpose Books I- Cash Book

Question:1

Enter the following transactions of Ripinder, Delhi in a Single Column Cash Book and balance it:

2019		
Jan. 1	Ripinder started business with capital	2,00,000
Jan. 2	Purchased furniture for cash	50,000
Jan. 3	Purchased goods for cash	30,000
Jan. 5	Paid freight	500
Jan. 7	Sold goods for cash	28,000
Jan. 10	Paid to Ramesh	20,000
Jan. 15	Sold goods for cash	10,000
Jan. 20	Paid wages	10,000
Jan. 25	Purchased goods from Raj on credit	20,000
Jan. 31	Paid rent by Cheque	5,000

Solution:

Cash Book

Dr.				Cr.			
Date	Particulars	L.F.	Cash ()	Date	Particulars	L.F.	Cash ()
2019				2019			
Jan 01	Capital A/c		2,00,000	Jan 02	Furniture A/c		50,000
Jan 07	Sales A/c		28,000	Jan 03	Purchases A/c		30,000
Jan 15	Sales A/c		10,000	Jan 05	Freight A/c		500
				Jan 10	Ramesh A/c		20,000
				Jan 20	Wages A/c		10,000
				Jan 31	Balance c/d		1,27,500
			2,38,000				2,38,000

Question:2

Prepare Simple Cash Book from the following transactions of Suresh, Delhi:

2019			2019		
April 1	Suresh commenced business with cash	80,000	April 17	Paid for stationery	200
April 3	He bought goods	50,000	April 18	Paid for office furniture	3,000
April 5	Sold goods for Cash	40,000	April 21	Received from Mr. Kailash Chand	6,800
April 6	Received cash from Mr. Manohar	3,600	April 22	Paid for advertising	1,008
April 9	Paid into Bank	30,000	April 25	Purchased postage stamps	80
April 13	Paid cash to Hari Krishan	2,150	April 28	Paid Rent	1,120
			April 30	Paid electricity charges	150

Solution:

Books of Mr. Ram Gopal of Delhi Cash Book

Dr.				Cr.			
Date	Particulars	L.F.	Amount ()	Date	Particulars	L.F.	Amount ()
2019				2019			
April 01	Capital		80,000	April 03	Purchases		50,000
April 05	Sales		40,000	April 09	Bank		30,000
April 06	Mr. Manohar Lal		3,600	April 13	Hari Krishan		2,150
April 21	Mr. Kailash Chand		6,800	April 17	Stationery		200
				April 18	Office Furniture		3,000
				April 22	Advertising		1,008
				April 25	Postage Stamps		80
				April 28	Rent		1,120
				April 30	Electricity Charges		150
				April 30	Balance c/d		42,692
			1,30,400				1,30,400

Question:3

Prepare Simple Cash book of Gopal of Amritsar from the following transactions:

2019		
April 1	Gopal commenced business introducing cash 60,000 and 1,50,000 by taking a loan from the Allahabad Bank.	
April 4	Purchased following assets for business: Computer 16,000; Furniture 18,500 and Machinery 32,000 plus CGST and SGST @ 6% each, paid by cheque.	
April 6	Purchased goods of 40,000 plus CGST and SGST @ 6% each from Bhushan, Amritsar, half of the value paid in cash.	
April 8	Paid wages for installation of Machinery	4,000
April 12	Computer repair charges 1,900 paid along with CGST and SGST @ 6% each	
April 15	Paid wages	15,000
	Purchased Postage Stamps	150
	Paid for stationery of 2,700 along with CGST and SGST @ 6% each	
April 19	Sold for cash half the goods purchased from Bhushan to Anil Krishna at a profit of 25% and allowed him Trade Discount of 5%. Charged CGST and SGST @ 6% each	
April 24	Payment to carpenter for repairs to personal furniture	350
April 26	Paid for medical expenses of Smt. Gopal	1,800
April 30	Paid for shop rent 2,000 along with CGST and SGST @ 6% each.	

Solution:

Cash Book

Dr.				Cr.			
Date	Particulars	L.F.	Cash ()	Date	Particulars	L.F.	Cash ()

2019			2019		
Apr 01	Capital A/c	60,000	Apr 06	Purchases A/c	20,000
Apr 19	Sales A/c	23,750	Apr 06	Input CGST A/c	1,200
Apr 19	Output CGST A/c	1,425	Apr 06	Input SGST A/c	1,200
Apr 19	Output SGST A/c	1,425	Apr 08	Machinery A/c	4,000
			Apr 12	Repairs A/c	1,900
			Apr 12	Input CGST A/c	114
			Apr 12	Input SGST A/c	114
			Apr 15	Wages A/c	15,000
			Apr 15	Postage A/c	150
			Apr 15	Stationery A/c	2,700
			Apr 15	Input CGST A/c	162
			Apr 15	Input SGST A/c	162
			Apr 24	Drawings A/c	350
			Apr 26	Drawings A/c	1,800
			Apr 30	Rent A/c	2,000
			Apr 30	Input CGST A/c	120
			Apr 30	Input SGST A/c	120
			Apr 30	Balance c/d	35,508
		86,600			86,600

Question:4

Prepare Simple Cash Book from the following transactions of Simran, Delhi:

2019			2019		
March 1	Simran commenced business with cash	65,000	March 17	Paid for miscellaneous expenses	450
March 3	Bought goods for cash, CGST and SGST paid @ 6% cash	6,850	March 19	Received cash from Mr. Trilok Chand	4,850
March 4	Paid cash to Mr. Mohan	950	March 22	Purchased goods, CGST and SGST paid @ 6% each	2,500
March 6	Deposited in Bank	40,000	March 22	Paid Salary	4,000
March 6	Paid for office furniture in cash, CGST and SGST paid @ 6% each	4,650	March 25	Paid rent, CGST and SGST paid @ 6% each	900
March 9	Sold goods for cash charged CGST and SGST @ 6% each	30,000	March 28	Paid electricity bill	350
March 12	Paid wages in cash	1,200	March 29	Paid for advertising, CGST and SGST paid @ 6% each	400
March 13	Paid for Stationery, CGST and SGST paid @ 6% each	400	March 31	Paid into bank	25,000
March 15	Sold goods for cash, charged CGST and SGST @ 6% each	25,000			

Solution:

Books of Ganesh Lal Cash Book

Dr.				Cr.			
Date	Particulars	L.F.	Amount ()	Date	Particulars	L.F.	Amount ()
2019			2019				
Mar.01	Capital		65,000	Mar.03	Purchases		6,850
Mar.09	Sales		30,000	Mar.03	Input CGST		411
Mar.09	Output CGST		1,800	Mar.03	Input SGST		411
Mar.09	Output CGST		1,800	Mar.04	Mr. Mohan		950
Mar.15	Sales		25,000	Mar.06	Bank		40,000
Mar.15	Output CGST		1,500	Mar.06	Office Furniture		4,650
Mar.15	Output CGST		1,500	Mar.06	Input CGST		279
Mar.19	Mr. Trilok Chand		4,850	Mar.06	Input SGST		279
				Mar.12	Wages		1,200
				Mar.13	Stationery		400
				Mar.13	Input CGST		24
				Mar.13	Input SGST		24
				Mar.17	Miscellaneous Expenses		450
				Mar.22	Purchases		2,500
				Mar.22	Input CGST		150
				Mar.22	Input SGST		150
				Mar.22	Salary		4,000
				Mar.25	Rent		900
				Mar.25	Input CGST		54
				Mar.25	Input SGST		54
				Mar.28	Electricity Bill		350
				Mar.29	Advertising		400
				Mar.29	Input CGST		24
				Mar.29	Input SGST		24
				Mar.31	Bank		25,000
				Mar.31	Balance c/d		41,916
			1,31,450				1,31,450

Question:5

From the following prepare Single Column Cash Book of Suresh, Chennai and post them into ledger accounts:

2019		
April 1	Cash in Hand	6,400
April 3	Received Cash from Anupama	1,00,000
April 4	Paid into Bank	80,000
April 5	Received from Bhumi as commission 6,000 plus CGST and SGST @ 6% each	

April 6	Paid Wages	30,000
April 7	Withdrawn from Bank for expenses	30,000
April 8	Purchased goods from Ashok on credit of 10,000 <i>plus</i> CGST and SGST @ 6% each	
April 9	Cash sales of 10,000 charged CGST and SGST @ 6% each	
April 11	Drew Cash for domestic purposes	10,000
April 12	Purchased furniture for 4,000 <i>plus</i> CGST and SGST @ 6% each	
April 13	Paid to Ruma	1,200
April 14	Paid to Ganguly Brothers for office fan 1,500 <i>plus</i> CGST and SGST @ 6% each	
April 15	Paid own life insurance premium from office cash	800
April 16	Purchased stationery 1,000 <i>plus</i> CGST and SGST @ 6% each	
April 17	Paid office expenses	500
April 18	Remitted to Raman	900
April 19	Paid electricity charges	100
April 20	Received interest from Gupta & Co.	500
April 30	Deposited all cash into bank in excess of	2,000

Solution:

Cash Book

Dr.				Cr.			
Date	Particulars	L.F.	Cash ()	Date	Particulars	L.F.	Cash ()
2019				2019			
Apr 01	Balance b/d		6,400	Apr 04	Bank A/c		80,000
Apr 03	Anupama A/c		1,00,000	Apr 06	Wages A/c		30,000
Apr 05	Commission A/c		6,000	Apr 11	Drawings A/c		10,000
Apr 05	Output CGST A/c		360	Apr 12	Furniture A/c		4,000
Apr 05	Output SGST A/c		360	Apr 12	Input CGST A/c		240
Apr 07	Bank A/c		30,000	Apr 12	Input SGST A/c		240
Apr 09	Sales A/c		10,000	Apr 13	Rama A/c		1,200
Apr 09	Output CGST A/c		600	Apr 14	Office Fan A/c		1,500
Apr 09	Output SGST A/c		600	Apr 14	Input CGST A/c		90
Apr 20	Interest A/c		500	Apr 14	Input SGST A/c		90
				Apr 15	Drawings A/c		800
				Apr 16	Stationery A/c		1,000
				Apr 16	Input CGST A/c		60
				Apr 16	Input SGST A/c		60
				Apr 17	Office Expenses A/c		500
				Apr 18	Raman A/c		900
				Apr 19	Electricity Charges A/c		100
				Apr 30	Bank A/c		22,040
				Apr 30	Balance c/d		2,000
			1,54,820				1,54,820

Question:6

Record the following transactions in Double Columns Cash Book and balance the book on 31st March, 2019:

2019		
March 1	Cash in Hand	12,750
	Cash at Bank	72,400
March 4	Received from Asha cash 1,200 and a cheque for 3,200, allowed discount 400	
March 7	Paid salary to staff by cheque	25,600
March 9	Withdrawn cash from bank for office use	21,900
March 12	Interest paid by bank on bank balance	1,200
March 16	Purchased furniture in cash	16,500
March 21	Paid Mohan & Co. by cheque, discount received 100	10,900
March 24	Proprietor withdrew from office cash for his personal use	11,600
March 29	Sold goods to Manoj for cash	14,800
March 31	Deposited office cash into bank	21,200

Solution:

Cash Book

Dr.					Cr.				
Date	Particulars	L.F.	Cash ()	Bank ()	Date	Particulars	L.F.	Cash ()	Bank ()
2019					2019				
Mar 01	Balance b/d		12,750	72,400	Mar 07	Salary A/c			25,600
Mar 04	Asha A/c		1,200	3,200	Mar 09	Cash A/c	C		21,900
Mar 09	Bank A/c	C	21,900		Mar 16	Furniture A/c		16,500	
Mar 12	Bank Interest			1,200	Mar 21	Mohan & Co.			10,900
Mar 29	Sales A/c		14,800		Mar 24	Drawings A/c		11,600	
Mar 31	Cash A/c	C		21,200	Mar 31	Bank A/c	C	21,200	
						Balance c/d		1,350	39,600
			50,650	98,000				50,650	98,000

Enter the following transactions in the Double Column Cash Book of M/s. Gupta Store:

Solution:

Cash Book

Dr.

Cr.

Journal

Question:8

Prepare Two-column Cash Book of Bimal, Lucknow from the following transactions:

Solution:

Cash Book

Dr.

Cr.

Date	Particulars	L.F.	Cash ()	Bank ()	Date	Particulars	L.F.	Cash ()	Bank ()
2019					2019				
June 01	Balance b/d		5,000	17,500					
June 05	Investment		5,000		June 07	S. Bose			12,500
June 06	Advances A/c			50,000	June 09	Wages A/c		3,000	
June 20	A Mukherji			6,000	June 21	Cash A/c	C		5,000
June 21	Bank A/c	C	5,000		June 29	Office Salaries A/c		4,000	
June 30	Sales A/c			8,000	June 30	Rent A/c			1,000
June 30	Output CGST A/c			480	June 30	Input CGST A/c			60
June 30	Output SGST A/c			480	June 30	Input SGST A/c			60
June 30	Cash A/c	C		7,500	June 30	Bank A/c	C	7,500	
					June 30	Balance c/d		500	71,340
			15,000	89,960				6,500	89,960

Question:9

Prepare Two-column Cash Book from the following transactions of Mani, Kochi:

2019	
March 1	Cash in Hand 15,000; Cash at Bank 5,000
March 3	Purchased goods for cash 6,720 including CGST and SGST @ 6% p.a; received discount of 220
March 5	Deposited into bank 5,000
March 7	Cash sales 10,000 <i>plus</i> CGST and SGST @ 6% each
March 10	Cash withdrawn from Bank for Office use 2,000
March 15	Received three months post dated cheque of 20,000 from Raj and deposited in the bank on the same day, discounted from bank paying discounting charges 750
March 18	Received cheque from Deepak for 5,000 (not banked), allowed discount 200
March 20	Cheque received from Deepak deposited in Bank
March 22	Paid to Chandra by cheque 2,500; received discount 100
March 25	Withdrew from bank for personal use 1,000
March 28	Sold goods on credit to Ashok Mitra, Kolkata 10,000, charged IGST @ 12%
March 30	Purchased goods on credit from Chander, Delhi 20,000, paid IGST @ 12%
March 31	Received cheque from Ashok Mitra 5,000 and deposited in bank, allowed cash discount 200

Solution:**Cash Book**

Dr.					Cr.				
Date	Particulars	L.F.	Cash ()	Bank ()	Date	Particulars	L.F.	Cash ()	Bank ()
2019					2019				
Mar. 01	Balance b/d		15,000	5,000	Mar. 03	Purchases A/c		5,780	
Mar. 05	Cash A/c	C		5,000	Mar. 03	Input CGST A/c		360	
Mar. 07	Sales A/c		10,000		Mar. 03	Input SGST A/c		360	
Mar. 07	Output CGST A/c		600		Mar. 05	Bank A/c	C	5,000	
Mar. 07	Output SGST A/c		600		Mar. 10	Cash A/c	C		2,000
Mar. 10	Bank A/c	C	2,000		Mar. 22	Chandra			2,500
Mar. 15	Raj			19,250	Mar. 25	Drawings A/c			1,000
Mar. 18	Deepak			5,000					
Mar. 31	Ashok Mitra			5,000	Mar. 31	Balance c/d		16,700	33,750
			28,200	39,250				28,200	39,250

Journal

Date	Particulars	L.F.	Debit Amount ()	Credit Amount ()
Mar. 30	Ashok Mitra To Sales A/c To Output IGST A/c (Sold goods @ 12% IGST on credit)	Dr.	11,200	10,000 1,200
	Purchases A/c Input IGST A/c To Chander (Goods purchased @ 12% IGST on credit)	Dr. Dr.	20,000 2,400	22,400

Mar. 20

Question:10

Prepare Two-column Cash Book of Vinod, Delhi from the following transactions:

2018		
Oct. 1	Cash in Hand	25,000
Oct. 1	Cash at Bank	75,000
Oct. 7	Bought goods for 15,000 <i>plus</i> IGST @ 12% against cheque	
Oct. 8	Bought goods for 5,000 <i>plus</i> CGST and SGST @ 6% each	
Oct. 10	Honoured our own acceptance by cheque	5,000
Oct. 14	Paid petty expenses	150
Oct. 18	Ramesh who owed 5,000 became bankrupt and paid us 50 paise in a rupee	
Oct. 20	Received cash from Manohar	7,500
	Allowed discount	250
Oct. 23	Withdrew from bank	4,000
Oct. 24	Paid to Ghanshyamdas & Co.	3,000
	Received discount	100
Oct. 25	Withdrew from bank for personal expenses	3,000
Oct. 27	Sold goods for 11,000 <i>plus</i> CGST and SGST @ 6% against cash	
Oct. 28	Received cheque for goods sold for 9,000 <i>plus</i> CGST and SGST @ 6% each	
Oct. 29	Received repayment of a loan of 5,000 and deposited 3,000 out of it into bank	

Solution:**Cash Book**

Dr.					Cr.				
Date	Particulars	L.F.	Cash ()	Bank ()	Date	Particulars	L.F.	Cash ()	Bank ()
2018					2018				
Oct 01	Balance b/d		25,000	75,000	Oct 01	Purchases A/c			15,000
Oct 18	Ramesh A/c		2,500		Oct 01	Input IGST A/c			1,800
Oct 20	Manohar A/c		7,500		Oct 08	Purchases A/c		5,000	
Oct 23	Bank A/c	C	4,000		Oct 08	Input CGST A/c		300	
Oct 27	Sales A/c		11,000		Oct 08	Input SGST A/c		300	
Oct 27	Output CGST A/c		660		Oct 10	Bills Payable A/c			5,000

Oct 27	Output SGST A/c		660		Oct 14	Petty Expenses A/c		150	
Oct 28	Sales A/c			9,000	Oct 23	Cash A/c			4,000
Oct 28	Output CGST A/c			540	Oct 24	Ghanshyamdas & Co. A/c		3,000	
Oct 28	Output SGST A/c			540	Oct 25	Drawings A/c			3,000
Oct 29	Loan A/c		2,000	3,000	Oct 31	Balance c/d		44,570	59,280
			53,320	88,080				53,320	88,080

Question:11

Enter the following transactions in the Cash Book of Chandrika of Chandigarh:

2019		
Jan. 1	Chandrika commences business with cash	1,00,000
Jan. 3	She opened a Bank Current Account with her Savings Account cheque	19,00,000
Jan. 4	She receives cheque from Kirti & Co. on account	60,000
Jan. 7	She pays Kirti & Co.'s cheque into Bank	
Jan. 10	She advanced Ratan & Co. by cheque	35,000
Jan. 12	Tripathi & Co. pays into her Bank A/c	47,500
Jan. 15	She receives cheque from Warsi and allows him discount 3,500	45,000
Jan. 20	She receives cash 7,500 and cheque 10,000 from Kalyan against credit balance	
Jan. 25	She pays into Bank, including cheques received on 15th and 20th January	1,00,000
Jan. 27	She pays by cheque for purchases of 27,500 plus CGST and SGST @ 6% each	
Jan. 28	Cheque received from Warsi was dishonoured	
Jan. 30	She pays sundry expenses in cash	50
Jan. 30	She pays John & Co. in cash and is allowed discount 3,500	37,500
Jan. 31	She pays office rent 20,000 plus CGST and SGST @ 6% each by cheque	
Jan. 31	She draws a cheque for office use	40,000
Jan. 31	She pays staff salaries by cheque	30,000
Jan. 31	She pays cash for stationery 2,500 plus CGST and SGST @ 6% each	
Jan. 31	She purchases goods for cash 12,500 plus CGST and SGST @ 6% each	
Jan. 31	She pays Jagpal by cheque for commission 30,000 plus CGST and SGST @ 6% each	
Jan. 31	She receives cheque for commission of 50,000 plus CGST and SGST @ 6% each from Raghubir & Co. and pays the same into Bank	
Jan. 31	Cash sales 45,000 plus CGST and SGST @ 6% each	

Solution:

Cash Book

Dr.					Cr.				
Date	Particulars	L.F.	Cash ()	Bank ()	Date	Particulars	L.F.	Cash ()	Bank ()
2019					2019				
Jan 01	Capital A/c		1,00,000		Jan 10	Loan A/c			35,000
Jan 03	Capital A/c			19,00,000	Jan 25	Bank A/c	C	45,000	
Jan 07	Cheques in Hand A/c			60,000	Jan 27	Purchases A/c			27,500
Jan 12	Tripathi & Co.			47,500	Jan 27	Input CGST A/c			1,650
Jan 20	Kalyan A/c		7,500		Jan 27	Input SGST A/c			1,650
Jan 25	Cheques in Hand A/c			55,000	Jan 28	Warsi A/c			45,000
Jan 25	Cash A/c	C		45,000	Jan 30	Sundry Expenses A/c		50	
Jan 31	Bank A/c	C	40,000		Jan 30	John & Co A/c		37,500	
Jan 31	Commission A/c			50,000	Jan 31	Office Rent A/c			20,000
Jan 31	Output CGST A/c			3,000	Jan 31	Input CGST A/c			1,200
Jan 31	Output SGST A/c			3,000	Jan 31	Input SGST A/c			1,200
Jan 31	Sales A/c		45,000		Jan 31	Cash A/c	C		40,000
Jan 31	Output CGST A/c		2,700		Jan 31	Salaries A/c			30,000
Jan 31	Output SGST A/c		2,700		Jan 31	Stationery A/c		2,500	
					Jan 31	Input CGST A/c		150	
					Jan 31	Input SGST A/c		150	
					Jan 31	Purchases A/c		12,500	
					Jan 31	Input CGST A/c		750	
					Jan 31	Input SGST A/c		750	
					Jan 31	Commission A/c			30,000
					Jan 31	Input CGST A/c			1,800
					Jan 31	Input SGST A/c			1,800
					Jan 31	Balance c/d		98,550	19,26,700
			1,97,900	21,63,500				1,97,900	21,63,500

Question:12

Enter the following transactions in Two-column Cash Book of Reema, Chandigarh and find cash and bank balances:

2019		
April 1	Cash balance 2,000, bank balance 24,500	
April 2	Cash sales 60,000 plus CGST and SGST @ 6% each	
April 5	Deposited in Bank	50,000
April 7	Issued cheque to Sohan	10,000
April 9	Sold goods for cash 10,000 plus CGST and SGST @ 6% each	
April 12	Received a cheque from National Insurance Co. Ltd. against claim lodged last year	19,800
April 14	Sold goods to Niraj of 25,000 plus CGST and SGST @ 6% each, received cash 10,000 and balance by cheque. Allowed him discount 500	
April 16	Purchased furniture for 10,000 plus CGST and SGST @ 6% each, paid for furniture by cheque	
April 18	Sold old furniture for 10,000 plus CGST and SGST @ 6% each and received cash	
April 20	Paid into bank cheque of Niraj and cash	2,500
April 22	Paid to Suman by cheque	2,500
April 26	Suman's cheque returned on technical ground and paid cash for equal amount	
April 28	Bank charged its commission of 300 plus CGST and SGST @ 6% each	

April 29	Bank paid insurance premium as per standing instructions	2,500
April 30	Nigam paid into bank directly, intimation received on the same day	5,000

Solution:

Cash Book

Dr.					Cr.				
Date	Particulars	L.F.	Cash ()	Bank ()	Date	Particulars	L.F.	Cash ()	Bank ()
2019					2019				
Apr 01	Balance b/d		2,000	24,500	Apr 05	Bank A/c	C	50,000	
Apr 02	Sales A/c		60,000		Apr 07	Sohan A/c			10,000
Apr 02	Output CGST A/c		3,600		Apr 16	Furniture A/c			10,000
Apr 02	Output SGST A/c		3,600		Apr 16	Input CGST A/c			600
Apr 05	Cash A/c	C		50,000	Apr 16	Input SGST A/c			600
Apr 09	Sales A/c		10,000		Apr 20	Bank A/c	C	2,500	
Apr 09	Output CGST A/c		600		Apr 22	Suman A/c			2,500
Apr 09	Output SGST A/c		600		Apr 26	Suman A/c		2,500	
Apr 12	National Insurance Co. Ltd.			19,800	Apr 28	Commission A/c			300
Apr 14	Sales A/c		7,000		Apr 28	Input CGST A/c			18
Apr 14	Output CGST A/c		1,500		Apr 28	Input SGST A/c			18
Apr 14	Output SGST A/c		1,500		Apr 29	Insurance Premium A/c			2,500
Apr 18	Old Furniture A/c		10,000		Apr 30	Balance c/d		46,600	95,264
Apr 18	Output CGST A/c		600						
Apr 18	Output SGST A/c		600						
Apr 20	Cheques in Hand A/c			17,500					
Apr 20	Cash A/c	C		2,500					
Apr 26	Suman A/c			2,500					
Apr 30	Nigam A/c			5,000					
			1,01,600	1,21,800				1,01,600	1,21,800

Question:13

Write the following transactions in the Cash Book of Premium Stores, Kolkata (Proprietor Amrit Kumar):

2019		
Jan. 1	Commenced business with cash	50,000
Jan. 2	Opened Bank Account and deposited cash in bank	20,000
	Purchased goods in cash of 5,000 plus CGST and SGST @ 6% each	5,000
Jan. 4	Paid wages	500
Jan. 6	Cash sales of 2,000 plus CGST and SGST @ 6% each	2,000
	Purchased goods for 10,000 plus CGST and SGST @ 6% each for cash	
Jan. 10	Sold goods of 4,000 plus CGST and SGST @ 6% each and payment received by cheque which is deposited in Bank, allowed cash discount of 400	
	Received from Amit	5,900
	Allowed him discount	100
Jan. 15	Paid to Bhaskar	2,800
	Received discount	200
Jan. 18	Purchased goods from Kanchan, Delhi of 10,000 plus IGST @ 12%	
Jan. 20	Goods were destroyed during transportation, Transport Company settled the claim for 10,000 in full	
Jan. 27	Received cheque from the transport company	10,000
Jan. 28	Withdrew for office use	5,000

Solution:

Cash Book

Dr.					Cr.				
Date	Particulars	L.F.	Cash ()	Bank ()	Date	Particulars	L.F.	Cash ()	Bank ()
2019					2019				
Jan 01	Capital A/c		50,000		Jan 02	Bank A/c	C	20,000	
Jan 02	Cash A/c	C		20,000	Jan 02	Purchases A/c		5,000	
Jan 06	Sales A/c		2,000		Jan 02	Input CGST A/c		300	
Jan 06	Output CGST A/c		120		Jan 02	Input SGST A/c		300	
Jan 06	Output SGST A/c		120		Jan 04	Wages A/c		500	
Jan 10	Sales A/c			3,600	Jan 06	Purchases A/c		10,000	
Jan 10	Output CGST A/c			240	Jan 06	Input CGST A/c	C		600
Jan 10	Output SGST A/c			240	Jan 06	Input SGST A/c			600
Jan 10	Amit A/c		5,900		Jan 15	Bhaskar A/c		2,800	
Jan 27	Transport Co.			10,000	Jan 28	Cash A/c	C		5,000
Jan 28	Bank A/c	C	5,000		Jan 31	Balance c/d		23,040	29,080
			63,140	34,080				63,140	34,080

Question:14

Enter the following transactions in Two-column Cash Book of Gaurav, Delhi:

2019		
April 1	Opening Balance of Cash in Hand	1,00,000
	Opening Balance of Bank Overdraft	5,00,000
April 2	Sold goods for cash, including CGST and SGST @ 6% each	4,48,000
	Sold goods including CGST and SGST @ 6% each against cheque and paid into bank the same day	3,36,000
April 3		
April 5	Sold goods to Reema, including IGST @ 12%	1,12,000
April 6	Ram paid by cheque	78,000
	Discount allowed	2,000

April 7	Bought goods from Rahul, Gurugram for 40,000 <i>plus</i> CGST and SGST @ 6% each and paid him by cheque	44,800
	Salary paid to staff by cheque	2,20,000
April 10	Deposited into bank	3,10,000
April 11	Received a cheque from Suresh and paid into bank	1,28,500
	Discount allowed	1,500
April 15	Received from R. Kumar a cheque for a full settlement of his account for 1,95,000	1,87,500
April 18	Paid wages in cash	30,000
April 20	Bank charges, including CGST and SGST @ 6% each	5,600
April 22	Withdrew from bank for office use	1,00,000
	Withdrew from Bank for personal use	1,20,000
April 25	Paid electricity bill by cheque	31,500
	Issued a cheque in favour of Sudha as advance for purchase of house of Gaurav	2,00,000
April 26	Received a cheque from Amar	58,200
	Allowed discount to him	1,800
April 28	Cheque received from Amar sent to bank	
April 30	Bank collected interest received on investments	15,000
	Paid rent for the month of May, 2019, including CGST and SGST @ 6% each	22,400

Solution:

Cash Book

Dr.					Cr.				
Date	Particulars	L.F.	Cash ()	Bank ()	Date	Particulars	L.F.	Cash ()	Bank ()
2019					2019				
Apr 01	Balance b/d		1,00,000		Apr 01	Balance b/d			5,00,000
Apr 02	Sales A/c		4,00,000		Apr 07	Purchases A/c			40,000
Apr 02	Output CGST A/c		24,000		Apr 07	Input CGST A/c			2,400
Apr 02	Output SGST A/c		24,000		Apr 07	Input SGST A/c			2,400
Apr 03	Sales A/c			3,00,000	Apr 07	Salary A/c			2,20,000
Apr 03	Output CGST A/c		18,000		Apr 10	Bank A/c	C	3,10,000	
Apr 03	Output SGST A/c			18,000	Apr 18	Wages A/c		30,000	
Apr 06	Ram A/c			78,000	Apr 20	Bank Charges A/c			5,000
Apr 10	Cash A/c	C	3,10,000		Apr 20	Input CGST A/c			300
Apr 11	Suresh A/c		1,28,500		Apr 20	Input SGST A/c			300
Apr 15	R. Kumar A/c		1,87,500		Apr 22	Cash A/c	C		1,00,000
Apr 22	Bank A/c	C	1,00,000		Apr 22	Drawings A/c			1,20,000
Apr 28	Cheques in Hand A/c			58,200	Apr 25	Electricity A/c			31,500
Apr 30	Interest on Investments A/c			15,000	Apr 25	Drawings A/c			2,00,000
Apr 30	Balance c/d			1,08,700	Apr 30	Rent A/c		20,000	
					Apr 30	Input CGST A/c		1,200	
					Apr 30	Input SGST A/c		1,200	
					Apr 30	Balance c/d		2,85,600	
			6,48,000	12,21,900				6,48,000	12,21,900

Question:15

From the following information, prepare an Analytical Petty Cash Book:

2019		
April 1	Received for cash payment	20,000
April 2	Paid for postage	1,600
April 5	Paid for stationery	1,000
April 8	Paid for advertisement	2,000
April 12	Paid for wages	800
April 16	Paid for carriage	600
April 20	Paid for conveyance	880
April 25	Paid for travelling expenses	3,200
April 27	Paid for postage	480
April 28	Paid for office cleaning	400
April 29	Paid for courier	800
April 30	Sent registered notice to landlord	190

Solution:

Petty Cash Book

Dr.						Cr.			
Receipts	Date	Voucher No	Particulars	Total Payments ()	Postage and Telegram ()	Stationery ()	Conveyance and travelling Expenses ()	Carriage ()	Sundries ()
	2019								

20,000	April 01	Cash						
	April 02	Postage	1,600	1,600				
	April 05	Stationery	1,000		1,000			
	April 08	Advertisement	2,000					2,000
	April 12	Wages	800					800
	April 16	Carriage	600				600	
	April 20	Conveyance	880			880		
	April 25	Travelling Expenses	3,200			3,200		
	April 27	Postage	480	480				
	April 28	Office Cleaning	400					400
	April 29	Telegram	800	800				
	April 30	Legal Charges	190	190				
		Balance c/d	8,050					
20,000			20,000	3,070	1,000	4,080	600	3,200

Question:16

The following transactions took place during the week ended 28th May, 2019. How will you record them in the Petty Cash Book which was maintained with a weekly 'float' of 3,000?

2019		
May 23	Postage	400
May 24	Casual labour	500
May 24	Taxi hire	600
May 26	Note pads and registers	800
May 27	Cartage	200
May 28	Bus fare	300

Solution:

Petty Cash Book

Dr.					Cr.
Amount Received	Cash Book Folio	Date	Particulars	Voucher No	Amount paid ()
3,000		2019			
		May 23	Postage		400
		May 24	Casual Labour		500
		May 24	Taxi Hire		600
		May 26	Writing Pads and Registers		800
		May 27	Cartage		200
		May 28	Bus Fare		300
		May 29	Balance c/d		200
3,000					3,000
200		May 30	Balance b/d		
2,800			Cash		

Question:17

Sri R maintains a Columnar Petty Cash Book on the Imprest System. The imprest amount is 5,000. From the following information, show how his Petty Cash Book would appear for the week ended 12th September, 2018:

2018		
Sept. 7	Balance in Hand	1,349
	Received cash reimbursement to make up the imprest	
	Postage	123
	Stationery	321
	Entertainment	54
Sept. 8	Travelling and conveyance	126
	Miscellaneous expenses	11
	Entertainment	72
Sept. 9	Repairs	1,567
Sept. 10	Postage	174
	Entertainment	127
	Travelling	673
Sept. 11	Stationery	41
	Entertainment	12
Sept. 12	Miscellaneous expenses	201
	Travelling	51
	Postage	483
	Repairs	30

Solution:

Books of Sri R Petty Cash Book

Dr.					Cr.				
Receipts	Date	Voucher No	Particulars	Total Payments ()	Postage and Stationery ()	Entertainment ()	Travelling and Conveyance ()	Repairs ()	Expenses ()
1,349	2018								
3,651	Sep.07		Balance b/d						
	Sep.07		Cash						
	Sep.07		Postage	123	123				
	Sep.07		Stationery	321	321				
	Sep.07		Entertainment	54		54			

	June 08	Input SGST A/c		24								24		
	June 08	General Expenses A/c		200									200	
		Total Payment		10,764	1,200	1,400	1,900	2,900	400	1,700	800	132	132	200
	June30	Balance c/d		4,236										
15,000		Grand Total		15,000										
4,236	July 01	Balance b/d												
10,764	July 01	Cash A/c												

Journal

Date	Particulars	L.F.	Debit Amount ()	Credit Amount ()
2018				
June 30	Conveyance A/c Dr.		1,200	
	Stationery A/c Dr.		1,400	
	Wages A/c Dr.		1,900	
	Postage & Stamps A/c Dr.		2,900	
	Repairs A/c Dr.		400	
	Electricity Expenses A/c Dr.		1,700	
	Locks A/c Dr.		800	
	Input CGST A/c Dr.		132	
	Input SGST A/c Dr.		132	
	Miscellaneous Expenses A/c Dr.		200	
	To Petty Cash A/c			10,764
	(Petty expenses charged to petty cash)			