

6. SELF BALANCING LEDGER**PROBLEM NO: 1**

Date	Particulars	Amount	Date	Particulars	Amount
1.10.11 to 31.3.12	Balance c/d	77,500	1.10.11 to 31.3.12	By General Ledger Adjustment A/c:	
	To General Ledger Adjustment A/c:			Cash collected	38,000
	Sales (84,000-14,000)	70,000		Bills Receivable A/c	26,000
				Discount allowed	1,000
	Bills receivable (Bill dishonored)	8,500		Sales return	2,550
	Bank (Noting charges)	250		By Balance c/d	89,950
	Interest	<u>1,250</u>			
		<u>1,57,500</u>			<u>1,57,500</u>

WORKING NOTE:

- Bad debts of the year 2009-10 recovered in 2011-12 will not appear in the 'Debtors Ledger Adjustment account'. It will be credited to profit & loss account.
- Bills receivables of Rs. 5,000 endorsed to the supplier will not be shown in the 'Debtors Ledger Adjustment account' because at the time of endorsement Supplier's account will be debited and Bills receivable account will be credited.

PROBLEM NO: 2

In the books of Z Ltd.

Total Debtors Account

Particulars	RS.	Particulars	RS.
To Balance b/d	78,000	By Cash	5,00,000
To Sales	5,25,000	By B/R	20,000
To B/R (Dishonoured)	2,500	By Returns Inward	10,500
To Bank (Cheque dishonoured)	,000	By Bad Debts	1,000
To Interest	1,200	By Balance c/d	87,700
To Total Creditors			
(Endorsed bill dishonoured)	<u>5,500</u>		
	<u>6,19,200</u>		<u>6,19,200</u>

Total Creditors Account

Particulars	RS.	Particulars	RS.
To Discount received (5,000+3,000)	8,000	By Balance b/d	85,000
To Cash	2,62,000	By Purchases	2,80,000
To Bills Payable	16,000	By Total Debtors A/c	5,500
To Return outward	3,700	(endorsed) B/R dishonoured)	
To B/R (endorsed)	7,900		
To Balance c/d	<u>73,500</u>	By Cash (overpayments refunded)	<u>600</u>
	<u>3,71,100</u>		<u>3,71,100</u>

NOTE:

- Transactions relating to cash sales or cash purchases; collection/payment of bills receivable/payable, discounting of bills and recovery of bad debts will not be entered in Total Debtors or Total Creditors A/c.
- It is assumed that endorsed bills receivable dishonoured of Rs. 5,500 were earlier endorsed to creditors only.

PROBLEM NO: 3

In the books of Gupta Traders

General Ledger Adjustment A/c in the Sales Ledger

Date	Particulars	Amount	Date	Particulars	Amount
1 April, 2009 to 31st	To Sales Ledger Adjustment A/c		1 April, 09	By Balance b/d	1,37,250
March, 2010	(in General Ledger):		1 April, 2009 to 31st March, 2010	By Sales Ledger Adjustment Account (in General Ledger):	68,100 3,600
	Returns inward	1,200		Sales	
	Cash (received from debtors)	76,800		B/R dishonoured	68,100
	Bills receivables	25,500			3,600
	Bad debts	7,500			
31st March 2010	To Balance c/d	<u>97,950</u>			
		<u>2,08,950</u>			<u>2,08,950</u>

Note : Returns outward and discount received would be shown in the General Ledger Adjustment Account of Purchases Ledger.

PROBLEM NO: 4

In General Ledger

Sales Ledger Adjustment Account

Date	Particulars	Amount	Amount	Date	Particulars	Amount	Amount
01.04.10	To Balance b/d		1,41,880	01.4.10	By Balance b/d		2,240
31.3.11	To General ledger adjustment A/c in sales ledger:			31.3.11	By General ledger adjustment A/c in sales ledger:		
	Credit sales	7,28,000			Cash	6,24,000	
	Cash paid	1,840					
	Bills receivable Dishonoured	6,000			Discount Allowed	11,200	
			7,35,840		Transfers to bought ledger	20,800	
	To Balance c/d		13,720		Bills receivable received	40,000	
					Sales return	10,000	7,06,000
					By Balance c/d		<u>1,83,200</u>
			<u>8,91,440</u>				<u>8,91,440</u>

PROBLEM NO: 5

General Ledger

Debtors' Ledger Adjustment Account

Dr.		Cr.	
	Amount		Amount
To Balance b/d	40,000	By General Ledger	
To General Ledger		Adjustment A/c:	
Adjustment A/c:		Collection (Cash & Bank)	53,400
Sales	49,000	Discount	2,600
Sundry Creditors	600	Bills Receivable	6,000
B/R Dishonoured Bank		Bad Debts	1,100
Cheque dishonoured	<u>6,000</u>	By Balance c/d	<u>32,500</u>
	<u>95,600</u>		<u>95,600</u>

NOTE: If credit sales is Rs. 100, cash sales will be Rs. 20. Total credit sales shall be 5/6th of Rs. 58,800, i.e., Rs. 49,000.

PROBLEM NO: 6

2015		Rs.	2015		Rs.
March 1	To Balance (X, P)	2,400	March 1	By Balance (R) b/d:	1,000
March 31	To General Ledger				
	Adjustment A/c (In		March 31	By G.L. Adjust A/c (in	
	Bought Ledger)			Bought Ledger)	
	Bank (X, R, Y & A)	8,750			
	Returns (A&Q)	1,250		Purchases	10,500
	Discount	350		Bank (Refund)	2,000
March 31	To Balance c/d (B)	<u>2,000</u>		By Balance c/d (Y,Q)	<u>1,250</u>
		<u>14,750</u>			<u>14,750</u>
April 1	To Balance b/d (Y, Q)	1,250	April 1	By Balance b/d (B)	2,000

WORKING NOTES :

1) Purchases:

1.3.2015	X	2,000
14.3.2015	A	4,000
27.3.2015	Y	2,500
30.3.2015	B	<u>2,000</u>
		<u>10,500</u>

2) Payments:

2.3.2015	X	1,600
13.2.2015	R	1,000
13.2.2015	Y	3,000
26.3.2015	A Rs. 3,500 - 10%	<u>3,150</u>
		<u>8,750</u>

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PROBLEM NO: 7

S.NO	Particulars		Rs.	Rs.
i)	Mehta (In Sales/ Debtors Ledger) Dr. To Mehra (In Sales/ Debtors Ledger) (Being amount received from Mehra was wrongly credited to Mehta, now rectified)		8,700	8,700
ii)	(a) Suspense Account (In Sales / Debtors Ledger) Dr. To Sales Account (In General Ledger)		1,000	1,000
	(b) Sales/Debtors Ledger Adjustment Account Dr. (In General Ledger		1,000	
	To General Ledger Adjustment Account (In Sales/ Debtors Ledger) (Being rectification of the error resulting from under casting of the Sales Book)			1,000
iii)	(a) M/s. Mega Ltd. A/c (In Creditors/Bought Ledger) Dr. To Purchase Returns A/c (In General Ledger)		15,600	15,600
	(b) Creditors/Bought Ledger Adjustment A/c Dr. (In General Ledger)		15,600	
	To General Ledger Adjustment A/c (In Creditors/Bought Ledger) (Being goods returned to supplier not recorded earlier, now recorded)			15,600

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