



J.K. SHAH[®]
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SUGGESTED SOLUTION

FYJC 2020

SUBJECT- BOOK KEEPING AND ACCOUNTANCY

Test Code - FYJ 6083

BRANCH - () (Date :)

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ANSWER : 1**(05)**

1. (b) Journalizing
2. (c) Narration
3. (C) Commission A/c
4. (a) Live stock A/c
5. (b) Customer A/c

ANSWER : 2**(05)****In the Journal of Anand General Merchants**

Date	Particulars	L.F. No.	Debit Amount	Credit Amount
2019 April 1	Cash A/c. Dr. To Capital A/c. (Being cash introduced into the business as capital)		60,000	60,000
5	Purchases A/c. Dr. To Cash A/c. (Being the goods purchased on cash)		30,000	30,000
7	Suresh A/c. Dr. To Sales A/c. (Being the good sold on credit to Suresh)		10,000	10,000
10	Furniture A/c. Dr. To Mr. Govind's A/c. (Being the furniture purchased on credit from Govind)		30,000	30,000
15	Rent A/c. Dr. To Bank A/c. (Being the Rent paid by debit card)		3,000	3,000
21	Purchase A/c. Dr. To Urmila's A/c. (Being the goods purchased on credit)		70,000	70,000
27	Transport charges A/c. Dr. To Cash A/c. (Being transport charges paid by cash)		1,000	1,000
30	Sharmila's A/c. Dr. To Cash A/c. (Being cash paid to Urmila on behalf of Sharmila)		20,000	20,000
			2,24,000	2,24,000

ANSWER : 3**(05)**

1. **This statement is true:** As and when the transaction took place first it is recorded to the journal book. Journal is the principal book of account. So it is called book or prime entry.
2. **This statement is false:** Trade discount is not recorded in the books of account. It is a concession given by seller to the buyer to induce him to buy large quantity goods. It is deducted from invoice price and net amount is recorded in the books of accounts.
3. **This statement is false:** Book keeping record only monetary transactions. Non monetary transactions doesn't; have any monetary value so it can't be recorded in the books of accounts.

4. **This statement is false:** If rent is paid to landlord account is debited. Business head of expense is rent. Landlord personal account should not be considered.
5. **This statement is false:** Narration is must for each and every entry. Narration is brief summary of transaction written below the journal entry with starting words being/for.

ANSWER : 4

(05)

**In the books of Sankalp General Stores
Journal**

Date	Particulars	L.F.	Debit Amount (Rs.)	Credit Amount (Rs.)
2017 July 1	Cash A/c. Dr. Stock of Goods A/c. Dr. Computer A/c. Dr. To Capital A/c. (Being started business with Cash, Goods and Computer)		1,00,000 50,000 50,000	2,00,000
4	Purchases A/c. Dr. To Karina's A/c. (Being purchased goods from Karina on credit at 5% trade discount)		9,500	9,500
10	Priyanka's A/c. Dr. To Sales A/c. (Being goods sold to Priyanka on credit at 10% trade discount)		18,000	18,000
13	State Bank of India A/c. Dr. To Cash A/c. (Being Cash deposited into State Bank of India)		50,000	50,000
15	Loss by theft A/c. Dr. To Goods Lost A/c. or Purchases A/c. (Being goods lost by theft)		2,000	2,000
18	Rent A/c. Dr. To Cash A/c. (Being paid for Rent)		4,000	4,000
20	Cash A/c. Dr. Discount Allowed A/c. Dr. To Priyanka's A/c. (Being cash received from Priyanka and discount allowed)		17,500 500	18,000
25	Stationery A/c. Dr. To Cash A/c. (Being paid for stationery)		8,000	8,000
	Total		3,09,500	3,09,500

ANSWER : 5

(10)

Date	Particulars	L.F. No.	Debit Amount	Credit Amount
2019				
April 1	Cash A/c. Dr. Bank A/c. Dr. Furniture A/c. Dr. Laptop (Computer) A/c. Dr. Debtors A/c. Dr. To Creditors A/c.		35,000 25,000 1,50,000 1,00,000 70,000	50,000

	To Bank Loan A/c. To Capital A/c. (Being the balances of assets and liabilities brought forward and difference is transferred to capital A/c.)			50,000 2,80,000
1	Purchases A/c. Input CGST A/c. Input SGST A/c. To Cash A/c. To Ajay Kumar's A/c. (Being goods purchased @ 10% T.D. with 18% GST and ¼ amount paid in cash)	Dr. Dr. Dr.	2,25,000 20,250 20,250	66,375 1,99,125
5	Investments in shares of Infosys A/c. To Bank A/c. (being Shares of Infosys company Purchased and brokerage paid)	Dr.	50,500	50,500
8	Cash A/c. Discount A/c. Raj's A/c. To Sales A/c. (Being goods sold @ 10 % T.D. and 5% C.D. 1/3 amount received in cash)	Dr. Dr. Dr.	25,650 1,350 54,000	81,000
12	Drawings A/c. Office Rent A/c. To Cash A/c. (Being proprietors house rent and office rent paid in cash)	Dr. Dr.	9,000 5,000	14,000
15	Laptop (Computer) A/c. Input CGST A/c. Input SGST A/c. To Bank A/c. (Being Laptop with 18% GST purchased and amount paid by cheque)	Dr. Dr. Dr.	60,000 5,400 5,400	70,800
20	Laptop (Computer) A/c. Input CGST A/c. Input SGST A/c. To Cash A/c. (Being transport charges with GST@ 18% paid in cash.	Dr. Dr. Dr.	1,000 90 90	1,180
25	Commission A/c. To Cash A/c. (being commission paid in cash)	Dr.	20,000	20,000
26	Telephone charges A/c. To Cash A/c. (Being Telephone charges paid in cash)	Dr.	1,000	1,000
28	Bank A/c. To Capital A/c. (Being the amount from private bank of proprietor transferred to business Bank A/c.)	Dr.	40,000	40,000
30	Purchases A/c. Input CGST A/c. Input SGST A/c. To Bank A/c.	Dr. Dr.	1,50,000 9,000 9,000	1,68,000

	(Being goods purchased with 12% GST and amount paid by cheque)			
30	Motor Car A/c. Dr. To Furniture A/c. (Being furniture exchanged for businesses motor car)		30,000	30,000
	Total		11,21,980	11,21,980

ANSWER : 6

(10)

**In the books of Raymond
Journal entries**

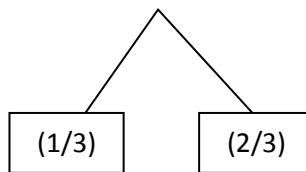
Date	Particulars	L.F.	Debit Amount (Rs.)	Credit Amount (Rs.)
2019 April 1	Purchase A/c. Dr. Input CGST A/c. Dr. Input SGST A/c. Dr. To Bank A/c. To Kajal's A/c. (Being : Goods purchased 5% T.D. and 8% GST, half amount paid by Cheque)		1,90,000 17,100 17,100	1,12,100 1,12,100
4	Investment in Share in Mahindra Co. A/c. Dr. To Bank A/c. (Being purchased shares of Mahindra Company including brokerage, amount paid by cheque)		61,000	61,000
9	Cash A/c. Dr. Discount allowed A/c. Dr. Ravikant A/c. Dr. To Sales A/c. To Output CGST A/c. To Output SGST A/c. (Being goods sold to Revikant at 10% trade discount and @ 18% GST and 1/3 amount received by cash and allowed 55 cash discount)		20,178 1,062 42,480	54,000 4,860 4,860
10	Drawings A/c. Dr. To Cash A/c. (Being paid proprietors sons college fees)		1,000	1,000
12	Computer A/c. Dr. Input CGST A/c. Dr. Input SGST A/c. Dr. To Cash A/c. (Being purchased computer for cash @ 18% GST)		50,000 4,500 4,500	59,000
15	Computer A/c. Dr. To Cash A/c. (Being paid transport charges on purchase of computer)		2,000	2,000
20	Salary A/c. Dr. To Cash A/c. (Being paid for salary)		15,000	15,000
26	Rent A/c. Dr. Advertisement A/c. Dr.		5,000 15,000	

	To Cash A/c. (Being paid for Rent and Advertisement)			20,000
27	Salman A/c. Dr. To Sales A/c. To Output CGST A/c. To Output SGST A/c. (Being goods sold to Salman @ 18% GST)		23,600	20,000 1,800 1,800
30	Purchase A/c. Dr. Input CGST A/c. Dr. Input SGST A/c. Dr. To Bank A/c. (Being purchased goods @ 12% GST and paid by cheque)		1,00,000 6,000 6,000	1,12,000
30	Wages A/c. Dr. To Outstanding Wages A/c. (Being wages outstanding)		20,000	20,000
	Total		6,01,520	6,01,520

Explanatory notes

(1) Entry on April 9

(a) Invoice price	=	Rs. 60,000
Less : 10% trade discount	= (-)	Rs. 6,000
Value of goods		Rs. 54,000
Add : 9% CGST	+	Rs. 4,860
9% SGST	+	Rs. 4,860
Total Value		Rs. 63,720



	Rs. 21,240
Less : 5% discount	Rs. 1,062
Cash received	<u>= Rs. 20,178</u>