

VIDYA BHAWAN BALIKA VIDYA PITH

शक्तिउत्थानआश्रमलखीसरायबिहार

Class 11 commerce Sub. ACT Date 14.9.2020

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Recording of Transactions-I

Illustration : 4

Record necessary Journal entries assuming CGST @ 5% and SGST @ 5% and all transactions are occurred within Delhi)

- i. Shobit bought goods Rs. 1,00,000 on credit
- ii. He sold them for Rs. 1,35,000 in the same state on credit
- iii. He paid for Railway transport Rs. 8,000
- iv. He bought computer printer for Rs. 10,000
- v. Paid postal charges Rs. 2000

Solution

Journal

Date	Particulars	L.F.	Debit Amount Rs.	Credit Amount Rs.
(i)	Purchases A/c Dr. Input CGST A/c Dr. Input SGST A/c Dr. To Creditors A/c (Being Goods bought on credit)		1,00,000 5,000 5,000	1,10,000
(ii)	Debtors A/c Dr. To Sales A/c To Output CGST A/c To Output SGST A/c (Being Goods sold on credit)		1,48,500	1,35,000 6,750 6,750
(iii)	Transport Charges A/c Dr. Input CGST A/c Dr. Input SGST A/c Dr. To Bank A/c (Being transport charges paid)		8,000 400 400	8,800
(iv)	Computer printer A/c Dr. Input CGST A/c Dr. Input SGST A/c Dr. To Bank A/c (Being Computer-Printer bought)		10,000 500 500	11,000
(v)	Postal charges A/c Dr. Input CGST A/c Dr. Input SGST A/c Dr. To Bank A/c (Being Paid for Portage)		2,000 100 100	2,200
(vi)	Output CGST A/c Dr. Output SGST A/c Dr. To Input CGST A/c To Input SGST A/c To Electronic Cash Ledger A/c (Being GST set off and balance paid)		6,750 ³ 6,750 ⁴	6,000 ¹ 6,000 ² 1,500

Working Notes :-

Total Input CGST	=	Rs. 5,000 + Rs. 400 + Rs.500 + Rs.100 = Rs.6,000 ¹
Total Input SGST	=	Rs. 5,000 + Rs. 400 + Rs.500 + Rs.100 = Rs.6,000 ²
Total Output CGST	=	Rs. 6,750 ³
Total Output SGST	=	Rs. 6,750 ⁴
Net CGST Payable	=	Rs. 6,750 - Rs.6,000 = Rs.750
Net SGST Payable	=	Rs. 6,750 - Rs.6,000 = Rs.750

Illustration : 5

Record necessary Journal entries in the books of Suman of Bihar assuming CGST @ 9% and SGST @ 9% :

- a. Bought goods Rs. 3,50,000 from Jharkhand.
- b. Sold goods for Rs. 2,00,000 Uttar Pradesh.
- c. Sold goods for Rs. 4,00,000 locally.
- d. Paid Insurance premium Rs. 30,000.
- e. Bought furniture for office Rs. 50,000.

Solution

Working Notes :

Calculation Sheet

Particulars	CGST	SGST	IGST
Output liability	36,000	36,000	36,000
Loss : Input tax Credit			
CGST	7,200		
SGST		7,200	
IGST	27,000		36,000
Amount Payable	1,800	28,800	NIL

- Any IGST credit will first be applied to set off IGST and then CGST. Balance, if any, will be applied to set off SGST.

	To Sales A/c			4,00,000
	To Output CGST A/c			36,000
	To Output SGST A/c			36,000
	(Being goods sold on credit locally)			
(iv)	Insurance Premium A/c	Dr.	30,000	
	Input CGST A/c	Dr.	2,700	
	Input SGST A/c	Dr.	2,700	
	To Bank A/c			35,400
	(Being insurance premium paid)			
(v)	Furniture A/c	Dr.	50,000	
	Input CGST A/c	Dr.	4,500	
	Input SGST A/c	Dr.	4,500	
	To Bank A/c			59,000
	(Being furniture bought)			
(vi)	Output CGST A/c	Dr.	34,200	
	To Input CGST A/c			7,200
	To Input IGST A/c			27,000
	(Being set off against CGST output made)			
(vii)	Output SGST A/c	Dr.	7,200	
	To Input SGST A/c			7,200
	(Being set off against SGST output made)			
(viii)	Output IGST A/c	Dr.	36,200	
	To Input IGST A/c			36,000
	(Being set off against SGST output made)			
(ix)	Output CGST A/c	Dr.	1,800	
	Output SGST A/c		28,800	
	To Electronic Cash Ledger A/c			30,600
	(Being final payment made)			