

# VIDYA BHAWAN BALIKA VIDYA PITH

शक्तिउत्थानआश्रमलखीसरायबिहार

Class 11 commerce Sub. ACT Date 16.01.2021

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## Trial Balance and Rectification of Errors

Question 19:

Trial balance of Anuj did not agree. It showed an excess credit of Rs 6,000.

He put the difference to suspense account. He discovered the following errors

- Cash received from Ravish Rs 8,000 posted to his account as Rs 6,000.
  - Returns inwards book overcast by Rs 1,000.
  - Total of sales book Rs 10,000 was not posted to Sales account.
  - Credit purchases from Nanak Rs 7,000 were recorded in sales Book. However, Nanak's account was correctly credited.
  - Machinery purchased for Rs 10,000 was posted to purchases account as Rs 5,000.
- Rectify the errors and prepare suspense account.

ANSWER:

### Journal

S. No.	Particulars	L.F.	Debit Amount Rs	Credit Amount Rs
(a)	Suspense A/c To Ravish (Cash received from Ravish Rs 8,000 wrongly posted to his account as Rs 6,000, now rectified)	Dr.	2,000	2,000
(b)	Suspense A/c To Return Inwards A/c (Return Inwards Book overcast by Rs 1,000, now rectified)	Dr.	1,000	1,000
(c)	Suspense A/c To Sales A/c (Total of Sales Book was <b>not</b> posted to Sales Account, now rectified)	Dr.	10,000	10,000
(d)	Purchases A/c Sales A/c	Dr.	7,000 7,000	

	To Suspense A/c (Goods purchased from Nanak wrongly posted to Sales Book; however, Nanak's Account was correctly credited, now rectified)			14,000
(e)	Machinery A/c To Purchases A/c To Suspense A/c (Machinery purchased Rs 10,000 wrongly posted to Purchases Account Rs 5,000, now rectified)	Dr.	10,000	5,000 5,000

### Suspense Account

Dr.				Cr.			
S. No.	Particulars	J.F.	Amount Rs	S. No.	Particulars	J.F.	Amount Rs
	Balance b/d		6,000	(d)	Purchases		7,000
(a)	Ravish		2,000		Sales		7,000
(b)	Return Inwards		1,000	(e)	Machinery		5,000
(c)	Sales		10,000				
			19,000				19,000

#### Question 20:

Trial balance of Raju showed an excess debit of Rs 10,000. He put the difference to suspense account and discovered the following errors:

- (a) Depreciation written-off the furniture Rs 6,000 was not posted to Furniture account.
- (b) Credit sales to Rupam Rs 10,000 were recorded as Rs 7,000.
- (c) Purchases book undercast by Rs 2,000.
- (d) Cash sales to Rana Rs 5,000 were not posted.
- (e) Old Machinery sold for Rs 7,000 was credited to sales account.
- (f) Discount received Rs 800 from Kanan on playing cash to him was not posted. Rectify the errors and prepare suspense account.

**ANSWER:**

### Journal

S. No.	Particulars	L.F.	Debit Amount Rs	Credit Amount Rs
(a)	Suspense A/c To Furniture A/c (Depreciation on furniture was <b>not</b> posted to Furniture Account, now rectified)	Dr.	6,000	6,000
(b)	Rupam To Sales A/c (Goods sold to Rupam Rs 10,000 wrongly recorded as Rs 7,000, now rectified)	Dr.	3,000	3,000
(c)	Purchases A/c To Suspense A/c (Purchases Book undercast by Rs 2,000, now rectified)	Dr.	2,000	2,000
(d)	Cash A/c To Sales A/c (Goods sold for cash to Rana were <b>not</b> posted, now rectified)	Dr.	5,000	5,000
(e)	Sales A/c To Machinery A/c (Sale of old machinery wrongly recorded in Sales Account, now rectified)	Dr.	7,000	7,000
(f)	Kanan To Discount Received A/c (Discount received from Kanan was <b>not</b> posted, now rectified)	Dr.	800	800

### Suspense Account

Dr.				Cr.			
S. No.	Particulars	J.F.	Amount Rs	S. No.	Particulars	J.F.	Amount Rs
(a)	Furniture Balance c/d		6,000 6,000	(c)	Balance b/d Purchases		10,000 2,000

		12,000		12,000

**Note: As per the solution, suspense account shows the credit balance of Rs 6,000. However, in the book the answer is credit balance of Rs 1,000. So, in order to match the answer with the book item (d) is taken as, 'Cash Sales to Rana Rs 5,000 were not posted to the sales account.' Thus, the rectifying entry of this error will be:**

Suspense A/c	Dr. 5,000
To Sales A/c	5,000