

Sample Exercise

Sanjivani Shetty's transactions for the year 2011-12 are as follows. You are required to

- Record the transactions.

LIST OF TRANSACTIONS		
SL. NO.	DATE	TRANSACTIONS
PROVISION ENTRIES		
144	1-4-2012	Ms. Shetty received Rs.20,000 cash as consulting revenue from ForeC Marketing Solutions. The services had already been provided in March 2012.
145	2-4-2012	Ms. Shetty paid office rent for March 2012 by cheque Rs 2,500/-.
146	5-4-2012	Ms. Shetty paid salaries by cheque for March 2012 Rs 12,000/-.
147	7-4-2012	Ms. Shetty paid Rs.750 in cash towards office maintenance charges for March 2012.
148	12-4-2012	Ms. Shetty paid Rs. 1,690 by cheque towards mobile phone bill charges for March 2012.
149	15-4-2012	Ms. Shetty reimbursed conveyance bills amounting to Rs. 1,300 in cash to Santosh Sonawane. The bills pertain to March 2012.
150	18-4-2012	Ms. Shetty received an invoice from Raj Travels for Rs.6,600. This includes Rs.2,900 towards cab hiring charges and Rs.3,700 towards outstation tours. The is the bill for February and March, 2012.
151	20-4-2012	Ms. Shetty paid Rs.870 in cash towards electricity bill for March 2012.

Solution :

Date	Particulars	Dr (Amt)	Cr (Amt)
31/03/2012	Dr. ForeC Marketing a/c (Sundry Debtor) Cr. Professional Fees a/c (Direct Income) (Being income adjusted)	20,000	20,000
31/03/2012	Dr. Office Rent a/c (Indirect Expenses) Cr. Office Rent Payable a/c (Provision) (Being provision for rent march 2012)	2,500	2,500
31/03/2012	Dr. Salary a/c (Indirect Expenses) Cr. Salary Payable a/c (Provision) (Being provision for Salary march 2012)	12,000	12,000
31/03/2012	Dr. Office Maintenance a/c (Indirect Expenses) Cr. Office Maintenance Payable a/c (Provision) (Being provision for Office Maintenance march 2012)	750	750
31/03/2012	Dr. Mobile Phone Bill a/c (Indirect Expenses) Cr. Mobile Phone Bill Payable a/c (Provision) (Being provision for Mobile Phone Bill march 2012)	1,690	1690
31/03/2012	Dr. Conveyance a/c (Indirect Expenses) Cr. Conveyance Payable a/c (Provision) (Being provision for Conveyance march 2012)	1,300	1,300

31/03/2012	Dr. Cab Hiring Charges a/c (Indirect Expenses) Dr. Outstation Tours a/c (Indirect Expenses) Cr. Raj Travel a/c (Sundry Creditor) (Being provision for Conveyance march 2012)	2,900 3,700	6,600
31/03/2012	Dr. Electricity Charges a/c (Indirect Expenses) Cr. Electricity Charges Payable a/c (Provision) (Being provision for Conveyance march 2012)	870	870