THE LEDGER

1.

Account	Debit	Credit
Purchases	130,000	
Capital		150,000
Sales		165,000
Debtors	45 ,000	
Creditors		40,000
Motor Vehicle	120,000	
Stock	50,000	
Cash at Bank	10,000	
	355,000	355,00

2. i) Creditors ledger-to find the total purchase made on credit

ii) Private ledgers-to ascertain the movement of capital in the business/keep confidential accounts

iii) Normal ledger-to record the total expenses or income incurred r received in business

3. Nyatike Traders

Trial Balance
As at 31st Jan/2010

	Dr	Cr
Capital		319,000
Drawings	16,000	

Creditors		20,000
Discount allowed	5,000	
Buildings	250,000	
Return Outwards		6,000
Purchases	74,000	0000
	345,000	345,000

4.

Kebirigo Traders Trial Balance Balance As at 31st Dec. 2009		
	DR	CR
Buildings	100,000	
Debtors	54,000	
Capital		136,000
Sales		85,000
Purchases	48,000	
Stock	25,400	
Creditors		35,700
General expenses	31,800	
Bank overdraft		2,500
	259,200	259,200

5.

Fixed	250000	
Assets	80000	
Purchases		120000
Sales	22000	

Debtors Stock Creditors capital	60000 <u>412000</u>	 45000 247000 <u>412000</u>

6. - Errors of original entry
   - Errors of total commission
   - Errors of complete reversal of entries
   - Compensating errors

7..

	Account	Subsidiary ledger
a)	Return inwards	General Ledger
b)	Discounts received	General Ledger
c)	Drawings	Nominal Ledger
d)	Juma a supplier	Purchases Ledger
e)	Ombichi a distributor	Sales Ledger
f)	Bank	Cash book

8. Capital account

Date	Details	L.F	Amount	Date	Details	LF	Amount
				1.6.2009	cash	CB	100000

Cash account

Date	Details	L.F	Amount	Date	Details	LF	Amount
1.6.2009	Capital	GL	100000	3.6.2009	Furniture	GL	30000
2.6.2009	A Co-operative loan	GL	20000				

Co-operative loan account

Date	Details	L.F	Amount	Date	Details	LF	Amount

				2.6.2009	cash	CB	20000

Furniture account

Date	Details	LF	Amount	Date	Details	LF	Amount
3.6.2009	Bank	CF	40000				
3.6.2009	Cash	CB	30000				

Bank account

Date	Details	LF	Amount	Date	Details	LF	Amount
				3.6.2009	Furniture	GL	40000

9. Post the transaction into the relevant ledge account

***Dr*.** Capital a/c Cr

w	1.6.2008 cash 120,000 13.6.2008 furniture 15,000

Dr. CASH A/C Cr

1.6.2008 capital 120,000 28.6.2008 loan 40,000	4..6.2008 bank 66000

Dr. BANK A/C Cr

4.6.2008 cash 66,000	A

Dr. FURNITURE A/C Cr

13.6.2008 capital 15000	A

Dr. LOAN Cr

A	28.6.2008 cash 40,000

THE LEDGER

1. Dr. Cash A/c Cr | Dr. Capital A/c Cr.

Dr.		Cr.	
Jan. Capital	100,000	Jan. Purchases	20,000
		March Bank	60,000
		June Drawings	10,000

Dr.		Cr.	
		Jan. Cash	100,000

Dr. Purchases	Cr.
Jan. cash	20,000
May Creditor	70,000

Dr. Sales	Cr.
Feb. Debtors	30,000
Inwards (S.R) 50,000	

Dr. Debtors	Cr.
Feb. Sales 30,000	April. R.

Dr. Bank	Cr.
March cash	60,000

R. Inwards(S.R)	
April Debtors	50,000

Creditors	
May Purchases	70,000

Drawings	
June capital	10,000

2.

Dr *Capital Account*

Cr

Date	*Details*	*Amount*	*Date*	*Details*	*Amount*
5/4/07	*Bal c/d*	*80000*	*1/4/07*	*Cash*	*80000*
			5/4/07	*Bal b/d*	

Dr *Cash Account*

Cr

Date	*Details*	*Amount*	*Date*	*Details*	*Amount*
1/4/07	*Capital*	*80000*	*2/4/07*	*Stationery*	*4000*
			3/4/07	*Bank*	*50000*
			5/4/07	*Postage*	*60*
			5/4/07	*stamps*	*25940*
5/4/07	*Bal b/d*	*80000*		*Bal c/d*	*80000*

		25940			

Dr Stationery Account

Cr

Date	Details	Amount	Date	Details	Amount
2/4/07 5/4/07	Cash Bal b/	4000 4000	5/4/07	Bal c/d	4000

Dr Bank Account

Cr

Date	Details	Amount	Date	Details	Amount
3/4/07 5/4/07	Cash Bal b/d	50000 50000	5/4/07	Bal c/d	50000

Dr Motor vehicle Account Cr

Date	Details	Amount	Date	Details	Amount
4/4/07 5/4/07	Lucy motors Bal b/d	250000 250000	5/4/07	Bal c/d	250000

Dr Lucy Motors Account Cr

Date	Details	Amount	Date	Details	Amount
5/4/07	Bal c/d	250000	4/4/07 5/4/07	Motor vehicle Bal b/d	250000 250000

Dr Postage Account / Exp accounts

Cr

Date	Details	Amount	Date	Details	Amount

5/4/07 5/4/07	Cash Bal b/d	<u>60</u> 60	5/4/07	Bal c/d	<u>60</u>

May

Trial balance As at 5/4/2007

Account	Dr (Shs.)	Cr (Shs.)
Capital		80000
Cash	25940	
Stationery	4000	
Bank	50000	
Motor vehicle	250000	
Lucy motors		250000
Postage	60	
	<u>330000</u>	<u>330000</u>

3.

Dr. CAPITAL A/C Cr.	
Dec. 31 Bal. b/d 160,000	Dec. 1 A/C 160,000
	Jan Bal b/d 160,000

Dr. Cash A/C Cr.			
Dec. 1 Capital	160,000	Dec. 2 Purchase	120,000
3 sales	126,000	4 electricity	1,000
5 Rent	37,500	6 comm.	6,000
		7 Bal c/d	196,500
	323,500		323,500
Jan 1 bal. b/d	196,500		

Dr. PURCHASE A/C Cr.	
Dec. 2 Cash 120,000	Dec. 30 Bal b/d 120,000
Jan. 1 Bal b/d 120,000	

Dr. SALES A/C Cr.	
Dec. 30 Bal. b/d 126,000	Nov. 3 Cash 126,000
	Jan. 1Bal b/d 126,000

Dr. ELECTRICITY A/C Cr.	
Dec. 4 Cash 1,000 Jan. 1 Bal b/d 1,000	Dec. 30 Bal c/d 1,000

Dr. RENT A/C Cr.	
Dec. 30 Bal. c/d 37,570	Dec. 5 Cash 37,500 Jan. 1Bal b/d 37,500

Dr. DISCOUNT A/C Cr.	
Dec. 6 Cash 6,000 Bal b/d 6,000	Dec. 30 Bal c/d 6,000

NDHIWA TRADERS

Trial balance as at 31st Dec. 2008		
Title of Accounts	Debit	Credit
Capital		160,000
Cash	196,500	
Purchases	120,000	
Sales		126,000
Electricity	1,000	
Rent		37,500
discount	6,000	
	323,500	323,500

25.