



## IDEAL / I.P.C.C. / ACCOUNTS

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- (3) In March 2001 B had some private work done by firms printers bill amounting to Rs.400 had been passed through firm's books and debited to Printing & Stationery A/c.

The Balance Sheet as on 30<sup>th</sup> June 2001 (before making adjustments on account of B's disclosure) was as follows :

Particulars	Rs.	Particulars	Rs.
Trade Creditors 40,000		Sundry Fixed Assets	5,000
Less: Res. For Discount <u>1,000</u>	39,000	Stock	35,750
Bank Overdraft	2,000	Trade Debtors 78,000	
<u>Partner's Capital :</u>		Less: Prov. for Discount <u>3,900</u>	74,100
A 70,200		Cash	1,550
B 4,500			
C <u>700</u>	75,400		
	<b>1,16,400</b>		<b>1,16,400</b>

The Goodwill and other assets except cash were taken over by A for Rs.1,20,000. Final settlement was made on July 31<sup>st</sup> 2001. B having agreed to make good the amount due by him to the partnership. The Creditors were also paid on that date, discount being allowed as per provision. B is not to be penalised for his irregularities. Pass journal entries in respect of B's irregularities and prepare Ledger Accounts to close the books of firm.

