

(8)

Sta

Branch Account

+ profits
Turn 1/3
1/3

To Bank A/c		By Goods sent to Branch A/c	25000
- for petty Exp	500	(loading)	
- Furniture purchased	10000	(100000 x 1/4)	
To Goods sent to Branch A/c	100000	By Bank A/c	70000
(I.P.)		- Cash Sales	16000
To Bank A/c		- Collection	
- Rent	1000		
- Salaries	2000		
- Exp.	1000		
- Insurance	600		
	4600		
To Bank A/c		By balance c/b	
- for petty Exp	100	- Stock (I.P.) (18000 x 4/3)	24800
[600 expended by Branch		+ 800 (Return from debtor)	
- 500 sent by H.O]		- furniture (10000 - 10% for	9500
To Stock Reserve A/c	6200	- prepaid Insurance (6M)	300
(24800 x 1/4)		(600 x 6/12)	
To Branch Profit	32000	- debtors	7800
(transferred to P/L)			

Debtors Account

To Sales A/c	25000	By Bank A/c	16000
		- Collection	
		By Return Inward A/c	800
		By Bad debt A/c	100
		By Disc-allowed A/c	300
		By balance c/d	7800