

Reversion Exercise: 2

Company Name (National Textiles)

Journal Entries:-

Date	Particulars	Amount Rs.
10.6.2007	Capital introduced by Tamil selvam	5,00,000
11.6.2007	Amount Paid in to Bank of India.	
1.8.2007	Purchase order placed for 1,500 meters of cloth at Rs 100 per meter to Uday & co. Due on 16.8.07; By Lorry ; Payment after delivery; 2 Installments.	
15.8.2007	Machinery bought from Mahaveer Agencies On credit.	2,00,000
16.8.2007	Purchases made from Uday & Co on credit 1,000 meters of cloth at Rs 100 per meter. 30 days due (Prepare Invoice)	
10.9.2007	Sales order received from Raj & Co for 800 meters of cloth at Rs 200 per meter. Due on 17.9.2007 Delivery by Lorry.	
17.9.2007	Sales made to Raj & Co 700 meters at Rs 200 per meter on credit 40 days due (Prepare Invoice)	
18.9.2007	Cash withdrawn for personal use Rs	50,000
Additional Particulars:-		
31.10.2007	Purchase Budget from 1.9.2007 to 31.10.2007 Rs	90,000
	Sales Budget from 1.9.2007 to 31.10.2007	50,000
	Depreciation to be charged to Machinery (Prepare Budget and Scenario)	15,000