

Problem No. 3

Solution

Solution :

Crop A/c & Live-stock A/c
for the year ended 31-3-1994

Particulars	Crop Rs.	Live-stock Rs.	Particulars	Crop Rs.	Live-stock Rs.
To Opening Stock (Growing Crops Wheat, Fertilizer Feeding Material)	10,000	12,500	By Sales	17,500	37,500
To Purchases		6,250	By Live-stock A/c (Crop Consumed)	500	
			By Closing Stock	5,000	20,000
			By Stock of Feeding Material		500

To Crop A/c (Per Contra)		500		
To Expenses	5,000	14,150		
To Farm House Expenses	360	240		
To Interest on Loan	2,000			
To Manager's Salary	2,400	600		
To Farm Labour	1,500	1,000		
To Staff Meals	200	50		
To Repairs to Machinery	500			
To Depreciation on Tools & Implements	125	125		
To Net Profit transferred to General Profit & Loss A/c	915	19,585		
	23,000	58,000		
			23,000	58,000

Profit & Loss A/c
for the year ended 31-3-1994

Particulars	Rs.	Particulars	Rs.
To Office Expenses	2,000	By Net Profit - Crop A/c	915
To Net Profit transferred to Capital	18,500	Live-stock A/c	19,585
	20,500		20,500
	20,500		20,500

Balance Sheet as on 31st March 1994

Particulars	Rs.	Particulars	Rs.
Sundry Creditors	7,500	Land & Building	1,05,000
Bank Overdraft	1,500	Machinery	54,000
Loan	30,000	<i>Less</i> : Depr.	15,000
Manager's Personal A/c	1,000	Tools & Implements	1,000
Capital	1,35,000	Sundry Debtors	15,000
<i>Add</i> : Net Profit		Stock	
For 1992-93	5,000	Live-stock	20,000
For 1993-94	18,500	Crop	5,000
	1,58,500	Feeding Materials	500
		Cash	13,000
	1,98,500		1,98,500
	1,98,500		1,98,500

Thank u