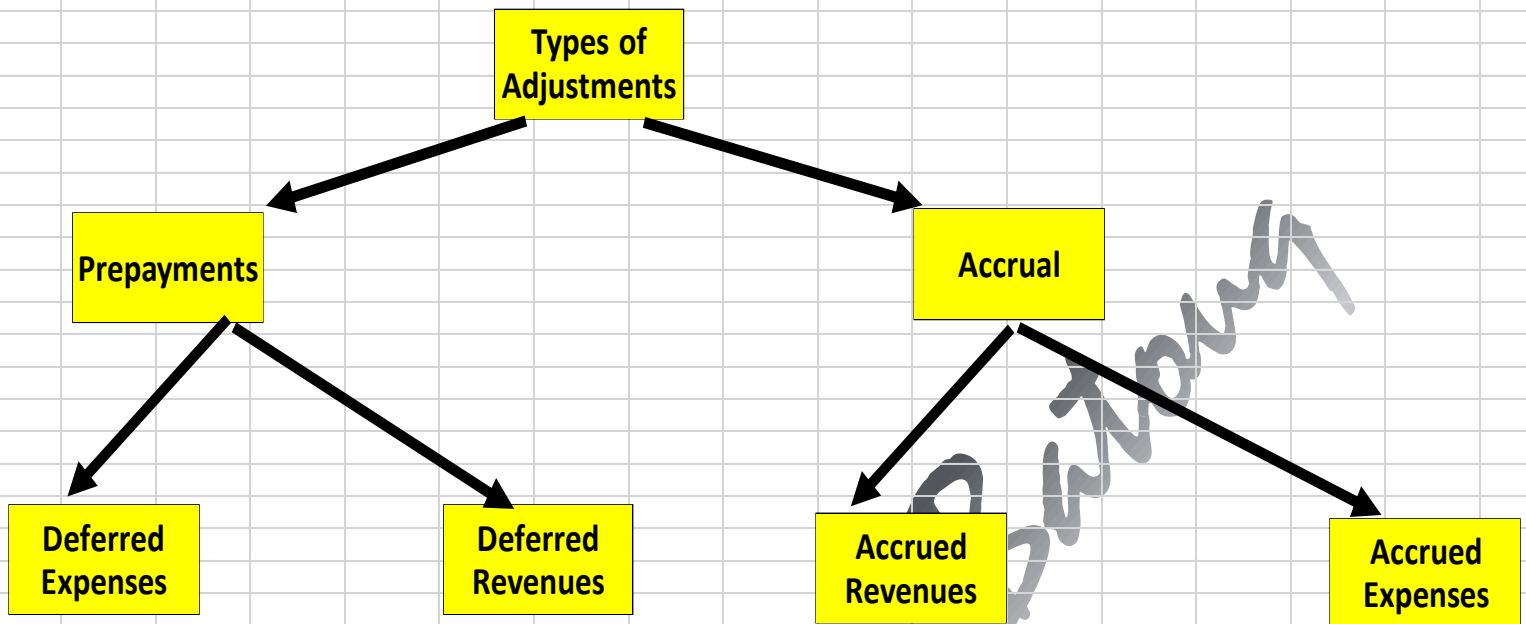




## Adjustment no 1(a)-Deferred Expense

Transaction: Feb 1, 2024

Purchased office supplies for cash Rs.10,000.

## General Journal

| Date          | Account Titles and Explanation      | Post Ref. | Debit  | Credit |
|---------------|-------------------------------------|-----------|--------|--------|
| 2024<br>Feb 1 | Office Supplies                     |           | 10,000 |        |
|               | Cash                                |           |        | 10,000 |
|               | (Purchased office supplies on cash) |           |        |        |

| General Ledger<br>Office Supplies                                                                                   |              |        |                |     |       |
|---------------------------------------------------------------------------------------------------------------------|--------------|--------|----------------|-----|-------|
| 2024<br>Feb 1                                                                                                       | Cash         | 10,000 | 2024<br>Dec 31 | Adj | 8,000 |
|                                                                                                                     |              |        |                |     |       |
| <b>Balance</b>                                                                                                      | <b>2,000</b> |        |                |     |       |
|                                                                                                                     |              |        |                |     |       |
| <b>Data for Adjustment(Dec 31,2024)</b>                                                                             |              |        |                |     |       |
| Office supplies unused/unconsumed/unexpired/on hand Rs.2000<br>or<br>Office supplies used/consumed/expired Rs.8,000 |              |        |                |     |       |

| General Journal |    |                                     |           |       |        |
|-----------------|----|-------------------------------------|-----------|-------|--------|
| Date            |    | Account Titles and Explanation      | Post Ref. | Debit | Credit |
| 2024<br>Dec     | 31 | Office Supplies Expense             |           | 8,000 |        |
|                 |    | Office Supplies                     |           |       | 8,000  |
|                 |    | (To record office supplies expense) |           |       |        |

| General Ledger<br>Office Supplies Expense |     |       |  |  |  |
|-------------------------------------------|-----|-------|--|--|--|
| 2024<br>Dec 31                            | Adj | 8,000 |  |  |  |
|                                           |     |       |  |  |  |
|                                           |     |       |  |  |  |

| Adjustment no 1(a)-Deferred Expense-Practice no 1 |               |         |        |     |         |
|---------------------------------------------------|---------------|---------|--------|-----|---------|
| General Ledger                                    |               |         |        |     |         |
| Prepaid Rent                                      |               |         |        |     |         |
| 2024                                              | Cash          | 150,000 | 2024   | Adj | 120,000 |
| Jan 1                                             |               |         | Dec 31 |     |         |
|                                                   |               |         |        |     |         |
| <b>Balance</b>                                    | <b>30,000</b> |         |        |     |         |
|                                                   |               |         |        |     |         |
| Rent Expense                                      |               |         |        |     |         |
| 2024                                              | Adj           | 120,000 |        |     |         |
| Dec 31                                            |               |         |        |     |         |
|                                                   |               |         |        |     |         |
| <b>Data for Adjustment:</b>                       |               |         |        |     |         |
| Prepaid Rent Rs.30,000                            |               |         |        |     |         |
| or                                                |               |         |        |     |         |
| Rent Expense Rs.120,000                           |               |         |        |     |         |

| General Journal |                                |           |         |         |
|-----------------|--------------------------------|-----------|---------|---------|
| Date            | Account Titles and Explanation | Post Ref. | Debit   | Credit  |
| 2024            |                                |           |         |         |
| Dec 31          | Rent Expense                   |           | 120,000 |         |
|                 | Prepaid Rent                   |           |         | 120,000 |
|                 | (To adjust prepaid rent)       |           |         |         |

| Adjustment no 1(a)-Deferred Expense-Practice no 2 |                |         |        |     |         |
|---------------------------------------------------|----------------|---------|--------|-----|---------|
| General Ledger                                    |                |         |        |     |         |
| Prepaid Insurance                                 |                |         |        |     |         |
| 2023                                              | Cash           | 500,000 | 2023   | Adj | 300,000 |
| Aug 1                                             |                |         | Dec 31 |     |         |
|                                                   |                |         |        |     |         |
| <b>Balance</b>                                    | <b>200,000</b> |         |        |     |         |
|                                                   |                |         |        |     |         |
| Insurance Expense                                 |                |         |        |     |         |
| 2023                                              | Adj            | 300,000 |        |     |         |
| Dec 31                                            |                |         |        |     |         |
|                                                   |                |         |        |     |         |
| <b>Data for Adjustment:</b>                       |                |         |        |     |         |
| Insurance Expired Rs.300,000                      |                |         |        |     |         |

| General Journal |                                |           |         |         |
|-----------------|--------------------------------|-----------|---------|---------|
| Date            | Account Titles and Explanation | Post Ref. | Debit   | Credit  |
| 2023            |                                |           |         |         |
| Dec 31          | Insurance Expense              |           | 300,000 |         |
|                 | Prepaid Insurance              |           |         | 300,000 |
|                 | (To record insurance expense)  |           |         |         |

| Adjustment no 1(a)-Deferred Expense-Practice no 3 |              |        |        |     |        |
|---------------------------------------------------|--------------|--------|--------|-----|--------|
| General Ledger                                    |              |        |        |     |        |
| Supplies                                          |              |        |        |     |        |
| 2024                                              | Cash         | 30,000 | 2024   | Adj | 25,000 |
| July 12                                           |              |        | Dec 31 |     |        |
|                                                   |              |        |        |     |        |
| <b>Balance</b>                                    | <b>5,000</b> |        |        |     |        |
|                                                   |              |        |        |     |        |
| Supplies Expense                                  |              |        |        |     |        |
| 2024                                              | Adj          | 25,000 |        |     |        |
| Dec 31                                            |              |        |        |     |        |
|                                                   |              |        |        |     |        |
| <b>Data for Adjustment:</b>                       |              |        |        |     |        |
| Supplies on hand Rs.5,000                         |              |        |        |     |        |

| General Journal |                                |           |        |        |
|-----------------|--------------------------------|-----------|--------|--------|
| Date            | Account Titles and Explanation | Post Ref. | Debit  | Credit |
| 2024            |                                |           |        |        |
| Dec 31          | Supplies Expense               |           | 25,000 |        |
|                 | Supplies                       |           |        | 25,000 |
|                 | (To adjust supplies)           |           |        |        |

| Adjustment no 1(b):                                                         |      |        |                |     |       | General Journal |                                     |           |       |        |
|-----------------------------------------------------------------------------|------|--------|----------------|-----|-------|-----------------|-------------------------------------|-----------|-------|--------|
| General Ledger<br>Office Supplies Expense                                   |      |        |                |     |       |                 |                                     |           |       |        |
| 2023<br>Mar 30                                                              | Cash | 67,000 | 2023<br>Dec 31 | Adj | 7,000 | Date            | Account Titles and Explanation      | Post Ref. | Debit | Credit |
|                                                                             |      |        |                |     |       | 2023<br>Dec 31  | Office Supplies                     |           | 7,000 |        |
|                                                                             |      |        |                |     |       |                 | Office Supplies Expense             |           |       | 7,000  |
|                                                                             |      |        |                |     |       |                 | (To adjust office supplies expense) |           |       |        |
| Office Supplies                                                             |      |        |                |     |       |                 |                                     |           |       |        |
| 2023<br>Dec 31                                                              | Adj  | 7,000  |                |     |       |                 |                                     |           |       |        |
| Data for Adjustment:                                                        |      |        |                |     |       |                 |                                     |           |       |        |
| Office supplies expired Rs.60,000<br>or<br>Office supplies on hand Rs.7,000 |      |        |                |     |       |                 |                                     |           |       |        |

| Adjustment no 1(b)-Deferred Expense   |      |        |                |     |       | General Journal |                                 |           |       |        |
|---------------------------------------|------|--------|----------------|-----|-------|-----------------|---------------------------------|-----------|-------|--------|
| General Ledger<br>Advertising Expense |      |        |                |     |       |                 |                                 |           |       |        |
| 2023<br>July 7                        | Cash | 70,000 | 2023<br>Dec 31 | Adj | 8,000 | Date            | Account Titles and Explanation  | Post Ref. | Debit | Credit |
|                                       |      |        |                |     |       | 2023<br>Dec 31  | Prepaid Advertising             |           | 8,000 |        |
|                                       |      |        |                |     |       |                 | Advertising Expense             |           |       | 8,000  |
|                                       |      |        |                |     |       |                 | (To adjust advertising expense) |           |       |        |
| Prepaid Advertising                   |      |        |                |     |       |                 |                                 |           |       |        |
| 2023<br>Dec 31                        | Adj  | 8,000  |                |     |       |                 |                                 |           |       |        |
| Data for Adjustment:                  |      |        |                |     |       |                 |                                 |           |       |        |
| Prepaid Advertising Rs.8,000          |      |        |                |     |       |                 |                                 |           |       |        |

| Adjustment no 1(b):                       |      |         |                |     |       | General Journal |                                |           |       |        |
|-------------------------------------------|------|---------|----------------|-----|-------|-----------------|--------------------------------|-----------|-------|--------|
| General Ledger<br>Office Supplies Expense |      |         |                |     |       |                 |                                |           |       |        |
| 2024<br>Jan 1                             | Cash | 150,000 | 2024<br>Dec 31 | Adj | 5,000 | Date            | Account Titles and Explanation | Post Ref. | Debit | Credit |
|                                           |      |         |                |     |       | 2024<br>Dec 31  | Office Supplies                |           | 5,000 |        |
|                                           |      |         |                |     |       |                 | Office Supplies Expense        |           |       | 5,000  |
|                                           |      |         |                |     |       |                 | (To record office supplies)    |           |       |        |
| Office Supplies                           |      |         |                |     |       |                 |                                |           |       |        |
| 2024<br>Dec 31                            | Adj  | 5,000   |                |     |       |                 |                                |           |       |        |
| Data for Adjustment:                      |      |         |                |     |       |                 |                                |           |       |        |
| Office Supplies Used Rs.145,000           |      |         |                |     |       |                 |                                |           |       |        |

## Mixed Practice:

### Adjustment no 1-Practice no 1

| General Ledger<br>Unexpired Transportation |        |        |                |     |        |
|--------------------------------------------|--------|--------|----------------|-----|--------|
| 2023<br>Feb 1                              | Cash   | 130000 | 2023<br>Dec 31 | Adj | 80,000 |
| Balance                                    | 50,000 |        |                |     |        |
| Transportation Expense                     |        |        |                |     |        |
| 2023<br>Dec 31                             | Adj    | 80,000 |                |     |        |
| Data for Adjustment:                       |        |        |                |     |        |
| Transportation expired Rs.80,000           |        |        |                |     |        |

| General Journal |                                    |  |           |        |
|-----------------|------------------------------------|--|-----------|--------|
| Date            | Account Titles and Explanation     |  | Post Ref. | Credit |
| 2023<br>Dec 31  | Transportation Expense             |  |           | 80,000 |
|                 | Unexpired Transportation           |  |           | 80,000 |
|                 | (To record transportation expense) |  |           |        |

### Adjustment no 1-Practice no 2

| General Ledger<br>Repair Expense |        |        |                |     |        |
|----------------------------------|--------|--------|----------------|-----|--------|
| 2023<br>Oct 7                    | Cash   | 50000  | 2023<br>Dec 31 | Adj | 40,000 |
| Balance                          | 10,000 |        |                |     |        |
| Prepaid Repair                   |        |        |                |     |        |
| 2023<br>Dec 31                   | Adj    | 40,000 |                |     |        |
| Data for Adjustment:             |        |        |                |     |        |
| Repair Expense Rs.10,000         |        |        |                |     |        |

| General Journal |                                |  |           |        |
|-----------------|--------------------------------|--|-----------|--------|
| Date            | Account Titles and Explanation |  | Post Ref. | Credit |
| 2023<br>Dec 31  | Prepaid Repair                 |  |           | 40,000 |
|                 | Repair Expense                 |  |           | 40,000 |
|                 | (To adjust repair expense)     |  |           |        |