

## **PRACTICAL PROBLEMS:**

### **Synthetic System:**

1. On January 2011, Organics Ltd. Mumbai, opened a branch at Jalukbari. From the following particulars, pass the necessary journal entries, prepare Jalukbari Branch Account and other necessary accounts in the books of the H. O. under Synthetic System for the year ended 31st Dec. 2011.

Goods sent to Branch	...	40,000
Cash remittance to Branch for expenses		7,500
Sales (Cash)	...	56,000
Stock on 31.12.2011		34,000
Petty cash at Branch on 31.12.2011		2,700

**[Ans: Branch Profit Rs. 45,200]**

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Q.1

Books of Organics Ltd, Mumbai.

Jalukbari Branch A/c

DR.

CR.

Date	Particulars.	Amount (₹)	Date	Particulars	Amount (₹)
1.1.2011	To opening Balance	NIL	1.1.11	By opening liability	NIL
1.1.2011	To Goods sent		1.1.11 to	By cash a/c	
to	to Branch - - - -	40,000.	31.12.11	cash sales - - -	56000
31.12.11			31.12.11	collection - - -	NIL
	To cash a/c			<u>By closing Balances.</u>	
	Expenses. - - - -	7500		stock - - - -	34000
31.12.11	To Branch P/L	45,200		Petty cash - -	2700
	a/c				
		<u>92700</u>			<u>92700</u>