

**PROBLEMS FOR ACCOUNTING VARIATION PROFORMA**

**Problem # 5.1:***Accounting Variation Proforma*

<i>S.No</i>	<i>Transactions</i>	<i>Chart of Accounts</i>	<i>Accounting Pillars</i>	<i>Reasons</i>	<i>Debit</i>	<i>Credit</i>
1	Ali Started business with Cash Rs. 100,000	Cash	Asset	Increase	100,000	
		Owner Equity	Owner Equity	Increase		100,000
2	Purchases goods by Cash Rs. 5,000	Purchases	Expense	Increase	5,000	
		Cash	Asset	Decrease		5,000
3	Borrowing money as Bank Loan of Rs. 50,000	Cash	Asset	Increase	50,000	
		Bank Loan	Liability	Increase		50,000
4	Bought Furniture on Account Rs. 3,000	Furniture	Asset	Increase	3,000	
		Account Payable	Liability	Increase		3,000
5	Paid Wages of Rs. 1,000 to daily basis worker	Wages	Expense	Increase	1,000	
		Cash	Asset	Decrease		1,000
6	Credit Sales made of worth Rs. 17,000	Account Receivable	Asset	Increase	17,000	
		Sales	Revenue	Increase		17,000
7	Paid Three year Rent in Advance Rs. 15,000	Prepaid Rent	Asset	Increase	15,000	
		Cash	Asset	Decrease		15,000
8	Owner withdraw Furniture of Rs. 500	Drawing	Drawing	Increase	500	
		Furniture	Asset	Decrease		500
9	Cash Sales of worth Rs. 11,000	Cash	Asset	Increase	11,000	
		Sales	Revenue	Increase		11,000
10	Bought Merchandise from Ahmed Rs. 2,000	Purchases	Expense	Increase	2,000	
		Account Payable	Liability	Increase		2,000
11	Revenue receivable worth Rs. 14,000	Account Receivable	Asset	Increase	14,000	
		Sales	Revenue	Increase		14,000

## Problem # 5.2:

*Accounting Variation Proforma*

<i>S.No</i>	<i>Transactions</i>	<i>Chart of Accounts</i>	<i>Accounting Pillars</i>	<i>Reasons</i>	<i>Debit</i>	<i>Credit</i>
1	Cash received from Customer Rs. 6,000	Cash	Asset	Increase	6,000	
		Account Receivable	Asset	Decrease		6,000
2	Unpaid Salaries for December of worth Rs. 2,200	Salaries	Expense	Increase	2,200	
		Salaries Payable	Liability	Increase		2,200
3	One year Rent has been expired of Rs. 5,000	Rent	Expense	Increase	5,000	
		Prepaid Rent	Asset	Decrease		5,000
4	Paid to Creditor of Rs. 1,500	Account Payable	Liability	Decrease	1,500	
		Cash	Asset	Decrease		1,500
5	Charged Rs. 2,500 as Depreciation to Machinery by cost method	Depreciation	Expense	Increase	2,500	
		Accumulated Dep.	C. Asset	Decrease		2,500
6	Deposited Rs. 7,000 to Bank	Bank	Asset	Increase	7,000	
		Cash	Asset	Decrease		7,000
7	Goods Distributed as Free Sample Rs. 300	Free Sample	Expense	Increase	300	
		Purchases	Expense	Decrease		300
8	Received Cash Discount worth of Rs. 100	Cash	Asset	Increase	100	
		Discount	Revenue	Increase		100
9	Retired Bank Loan of Rs. 10,000	Bank Loan	Liability	Decrease	10,000	
		Cash	Asset	Decrease		10,000
10	Paid Commission to employee Rs. 1,800	Commission	Expense	Increase	1,800	
		Cash	Asset	Decrease		1,800
11	Business Furniture sold on Cash Rs. 800	Cash	Asset	Increase	800	
		Furniture	Asset	Decrease		800

**Problem # 5.3:****Accounting Variation Proforma**

<i>S.No</i>	<i>Transactions</i>	<i>Charts of Accounts</i>	<i>Accounting Pillars</i>	<i>Reasons</i>	<i>Debit</i>	<i>Credit</i>
<b>1</b>	Khawar Mughal invested in his business Rs. 104,000 in cash and building worth Rs. 246,000	Cash	Asset	Increase	104,000	
		Building	Asset	Increase	246,000	
		Owner Equity	Owner Equity	Increase		350,000
<b>2</b>	Purchased Equipments Rs. 31,500 on cash	Equipments	Asset	Increase	31,500	
		Cash	Asset	Decrease		31,500
<b>3</b>	Purchased electrical Compressor for Rs. 47,750 from modern Electric store	Electric Compressor	Asset	Increase	47,750	
		A/c Payable	Liability	Increase		47,750
<b>4</b>	Sold merchandise Rs. 21,700 to Ali Malik	A/c Receivable	Asset	Increase	21,700	
		Sale	Revenue	Increase		21,700
<b>5</b>	Paid Miscellaneous Exposures of Rs. 13,245	M. Expenses	Expense	Increase	13,245	
		Cash	Asset	Decrease		13,245
<b>6</b>	Purchased electric typewriter for business use Rs. 21,000	Typewriter	Asset	Increase	21,000	
		Cash	Asset	Decrease		21,000
<b>7</b>	Purchased papers, files ribbons and carbon papers etc. Rs. 1,235 on account	Office Stationery	Expense	Increase	1,235	
		A/c Payable	Liability	Increase		1,235
<b>8</b>	Rented a portion of the shop and received rent Rs. 2,000	Cash	Asset	Increase	2,000	
		Rent	Revenue	Increase		2,000
<b>9</b>	Paid cash to modern Electric store Rs. 7,245 and wages Rs. 100	A/c Payable	Liability	Decrease	7,245	
		Wages	Expense	Increase	100	
		Cash	Asset	Decrease		7,345

**Problem # 5.4:****Accounting Variation Proforma**

S.No	Transaction	Chart of Accounts	Accounting Pillars	Reasons	Debit	Credit
1	Started business with Rs. 2,000 in the bank	Bank	Asset	Increase	2,000	
		Owner Equity	Owner Equity	Increase		2,000
2	Bought goods on credit from C. Shaw Rs 900	Purchases	Expense	Increase	900	
		A/c Payable	Liability	Increase		900
3	We returned goods to C. Shaw Rs. 40	A/c Payable	Liability	Decrease	40	
		Purchases Return	C. Expense	Decrease		40
4	Bought goods by cash from F. Mills Rs. 190	Purchases	Expense	Increase	190	
		Cash	Asset	Decrease		190
5	Took Rs. 300 of cash and deposit it into the bank.	Bank	Asset	Increase	300	
		Cash	Asset	Decrease		300
6	Bought machinery by check Rs. 550	Machinery	Asset	Increase	550	
		Bank	Asset	Decrease		550
7	Sold goods on credit to L. Peter Rs. 220	A/c Receivable	Asset	Increase	220	
		Sales	Revenue	Increase		220
8	G. wood returned goods to us Rs 140 a credit customer.	Sales Returns	C. Revenue	Decrease	140	
		A/Receivable	Asset	Decrease		140
9	We returned goods to Ali Rs. 30 which was purchased by cash	Cash	Asset	Increase	30	
		Purchases Return	C. Expense	Decrease		30
10	Bought Machinery on credit from D. Lee Rs 270	Machinery	Asset	Increase	270	
		A/c Payables	Liability	Increase		270

**Problem # 5.5:****Accounting Variation Proforma**

<i>S.No</i>	<i>Transactions</i>	<i>Account Title Involved</i>	<i>Accounting Pillars</i>	<i>Reasons</i>	<i>Debit</i>	<i>Credit</i>
1	X commenced business with Cash Rs. 50,000 and Bank Loan Rs. 20,000	Cash	Asset	Increase	70,000	
		Owner Equity	Owner Equity	Increase		50,000
		Bank Loan	Liability	Increase		20,000
2	Purchased furniture of worth Rs. 10,000 in which Rs. 7,000 by cash and 3,000 by issuing Note Payable to ABC Co.	Furniture	Asset	Increase	10,000	
		Cash	Asset	Decrease		7,000
		Note Payable	Liability	Increase		3,000
3	Sold goods on of worth Rs. 12,000. Rs. 2,000 related to credit and Rs. 10,000 of cash sales	A/c Receivable	Asset	Increase	2,000	
		Cash	Asset	Increase	10,000	
		Sales	Revenue	Increase		12,000
4	Received commission of Rs. 25	Cash	Asset	Increase	25	
		Commission	Revenue	Increase		25
5	Sales returned by customer of Rs. 500 and reduced Account Receivable	Sales Return	C. Revenue	Decrease	500	
		A/c Receivable	Assets	Decrease		500
6	Paid Transportation Expense Rs. 450, Carriage Expense Rs. 150, Wages Expense Rs. 200 and Taxes Rs. 100	Transportation	Expense	Increase	450	
		Carriage	Expense	Increase	150	
		Wages	Expense	Increase	200	
		Taxes	Expense	Increase	100	
		Cash	Assets	Decrease		900
7	X withdrew from business for personal use Rs. 2,400	Drawing	Drawing	Increase	2,400	
		Cash	Asset	Decrease		2,400
8	Further invested by owner in the shape of cash Rs. 10,000 and furniture Rs. 1,000	Cash	Assets	Increase	10,000	
		Furniture	Assets	Increase	1,000	
		Owner Equity	Owner Equity	Increase		11,000