



Department of Education, Sabaragamuwa/weekly school

week- April 3

Subject-Accounting

Grade-12

Prepared by -
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Competency 4.0 – Posts transactions to the ledger using prime entry books.

Competency Level 4.10 – Rectifies the errors that occur in recording transactions.

- 1) Selecting the example of an error from below that does not affect the balancing of the Trial Balance.
 - i. Total of Cash sales of Rs.15,000 in the Cash receipt journal transferred to the Sales a/c as Rs.1,500.
 - ii. Cash purchases of Rs.12,000 recorded as Rs.1,200 in the Cash payments journal.
 - iii. Cash receipts of Rs.8,000 from Amal posted on the debit side of both the cash control a/c and Amal's a/c
 - iv. Goods returned to Nishadi (creditor) valued at Rs.1,400 entered in the Returns Outwards Journal as Rs.1,400 and entered in Nishadi's a/c as Rs.140.
 - v. The total of Rs. 60 000 of the Debtors column in the Cash Receipts Journal not being recorded in the Cash Control a/c.

- 2) Selecting the error that does not affect net profit.
 - i. Discount allowed undercasted by Rs.2000 in the Discount allowed column in the Cash receipt journal.
 - ii. Cash sales of Rs.35,000 entered in the Cash Receipt Journal and Sales a/c as Rs.53,000.
 - iii. The purchases a/c in the ledger being overcast by Rs.6,000 when balancing the account.
 - iv. Rs.4,000 paid for travel expenses being debited to the Stationery a/c as Rs.4,00.
 - v. The balance in the Drawings a/c of Rs.1,500 has not been taken in to the Trial Balance.

