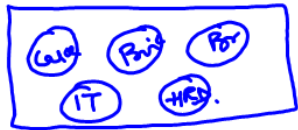


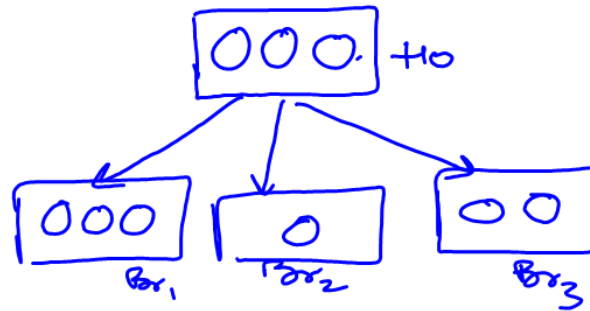
Department Accounts

Department



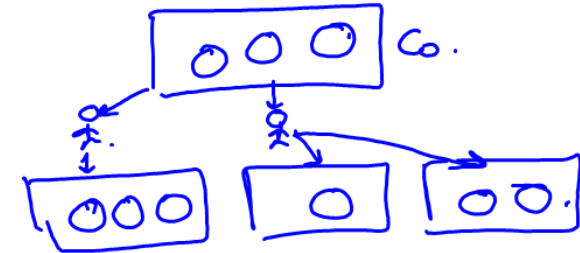
- within organisation
- for Division of Labour

Branch.



- at diff geographical location
- for expansion of business

Franchise



Departmental Trading a/c

	A	B	C		A	B	C
op stock				Sale			
Purchase				4 stock			
GP.							

Departmental P&L a/c

	A	B	C		A	B	C
dept Exp.				GP.			
Dept Profit							

General P&L a/c

Common Expense		Dept Profit
		A
		B
Net Profit .		C

Cost Price \rightarrow material + lab + dis Exp + factory.

Loaded Price \rightarrow Cost + Profit

Selling price \rightarrow deal Price

Invoice price \rightarrow Price where ownership is not tof.

List price \rightarrow MRP

Catalog price \rightarrow Min price at which a product

can be sold.

Hire purchase price \rightarrow Cash price + Interest + Profit

Transfer price \rightarrow Price at which the goods are tof
from one dept to other.

546/3

Departmental Trading a/c.					
	Conf	Periodical		Conf	Prod.
Op Stock	2300	3100	Sales	18500	21500
Purchases	15900	17700			
wages	1200	1500	Op Stock	3600	4400
GP	<u>2700</u>	<u>3600</u>			

Deptt P&L a/c.					
Rates	300	200	GP.	2700	3600
Advt (250-100)	75	75			
Light & heat	160	240			
Misc Exp.	115	115			
Pror for DD	-	120			
depr on Exp	450	350			
Deptt Profit	<u>1600</u>	<u>2500</u>			

P&L Approp a/c.

Comm		Dept Profit	
x	160	Conf	1600
y	250	Prod	2500
Intt on Cap.			
x	1120		
y	640		
Profit Share			
x	1158		
y	772		

Proor for DD (Periodical)

Bad debt	95	of bal	50
cl bal (5% 1500)	75	P&L	120

Balance sheet 31.3.08

Capital a/c		FH Premise 10000	
x	14000	Eqp	
y	8000	Conf	4050
Current a/c		Prod	3150
x	3358	PP Adjut	100
y	512	DS 1800	
Cr B.		- proor for DD	75
	2100	Cash	950
o/s Exp.		Bank	50
	55	Stock	
		Conf	3600
		Prod	4400

Current a/c.

	x	y		x'	y
op bal	—	250	op bal	2020.	—
Drawing	1100	900.	Commission	160	250
			Intt on Cap	1120	640
cl bal	3358	512	Profit-share	1158	772

Purchases

A	1000
B	2000
C	2400

at a total cost of Rs 10000.

SP

A	1020	@	20.
B	1920	@	22.5
C	2496.	@	25

Sale of purchased items.	A	1000 x 20.	} 125000.
	B	2000 x 22.50	
	C	2400 x 25	

Purchase. Cost-	A	1000	} 10000
	B	2000	
	C	2400	

GP	25000
----	-------

$$GPR = \frac{25000}{125000} \times 100 = 20\%$$

	A	B	C
S.P	20	22.5	25
-GP(20% S)	4	4.5	5
<hr/>			
Cost/pc	16	18	20
<hr/>			