



**Solution**

**MACHINERY ACCOUNT**

Dr.			Cr.		
Date	Particulars	Rs.	Date	Particulars	Rs.
01-10-2011	To Bank A/c (56,000 + 28,000)	84,000	31-03-2012	By Balance c/d	84,000
		84,000			84,000
01-04-2012	To Balance b/d	84,000	31-03-2013	By Balance c/d	84,000
		84,000			84,000
01-04-2013	To Balance b/d	84,000	31-03-2014	By Balance c/d	84,000
		84,000			84,000



**PROVISION FOR DEPRECIATION ACCOUNT**

**Dr.**

**Cr.**

Date	Particulars	Rs.	Date	Particulars	Rs.
31-03-2012	To Balance c/d	2,634	31-03-2012	By Depreciation A/c	2,634
		2,634			2,634
31-03-2013	To Balance c/d	7,901	01-04-2012	By Balance b/d	2,634
		7,901	31-03-2013	Depreciation A/c	5,267
					7,901
31-03-2014	To Balance c/d	13,168	01-04-2013	By Balance b/d	7,901
		13,168	31-03-2014	Depreciation A/c	13,168
			01-04-2014	By Balance b/d	13,168



**Working Note:**

Computation of Depreciation

Cost of Machine	56,000	
+	28,000	
-	6,000 (Scrap)	
	<hr/>	
	78,000	
+	1,000	
	<hr/>	
	79,000	
Depreciation	<hr/>	
	79,000	
	15	=
		<b>Rs. 5,267</b>

