

**National Institute of Open Schooling (NIOS)**  
**Secondary**  
**Worksheet-11**  
**L-11 TRIAL BALANCE AND ACCOUNTING ERRORS**

1. Why is it necessary to check the arithmetical accuracy of the books of accounts before the preparation of final accounts?
2. Trial Balance is an essential part of the accounting process. Explain this statement while elaborating the objectives of preparing a trial balance.
3. Mr Shubham records various transactions in his books of account. After posting them into the ledger, he prepared a trial balance and found that it does not tally. Explain the causes of disagreement of a trial balance.
4. Agreement of the trial balance is not conclusive proof of the accuracy of the accounts. In the light of this statement explain the various errors not disclosed by trial balance.
5. Mr Karan wants to check the accuracy of posting various transactions in the ledger. He wants to locate the error if any exists in his books. What will be the process he should follow for locating the errors?
6. From the following balances extracted from the books of a trader, prepare Trial Balance as on 31st March, 2020.

Cash in hand 2,200  
Cash at Bank 20,400  
Bills Receivable 25,000  
Bills payable 19,000  
Sundry debtors 24,000  
Sundry creditors 35,600  
Capital 70,000  
Drawings 15,000  
Sales 1,05,000  
Purchases 75,000  
Carriage Inward 2,700  
Salaries 17,000  
Advertisement 3,400  
Rent 600  
Furniture 8,700  
Stock 20,600

7. Your friend wants to prepare a trial balance. Explain him the format of trial balance with the help of an example.

8. Why is it necessary to open a suspense account?
9. A trial balance gives only condensed information of each account. Do you agree with this statement? Also, state the limitations of a trial balance.
10. Explain the effect of errors of commission and errors of principles on the trial balance.