

In Class tutorial

- a. Record the following transactions in the relevant Journals maintained by Bin Laden for the month of May 2010
- b. Post the entries to the appropriate ledgers; balance all the accounts and prepare a Trial Balance as at 31 May 2010

2010 – May

- 1 Started business with \$8,000 in the bank, \$12,500 cash in hand and a motor car valued at \$40,000
- 2 Sold goods on credit to Hanky Panky \$1,760, P Printer \$2,700 and Hat Chue Whew \$6,900
- 5 Cash Sales \$1,870
- 6 Paid wages \$1,400 cash
- 7 Purchased goods valued at \$3,000 (gross) less 2 ½% cash discount. Payment made by cheque 2925
- 10 Bought goods on credit from Mounti Killer \$1,350 and Misty Elliot \$700
- 11 Bought goods paying by cheque \$4,500
- 18 Purchased Office Equipment on credit from Woo Woo Katchu \$27,000
- 19 Received a cheque from Hanky Panky to settle her account. She is entitled to a 5% trade discount
- 20 Paid motor expense by cash \$1,250
- 21 P. Printer paid on her account with \$700 cash
- 22 Hat Chue Whew paid part of the balance due with a cheque in the amount of \$3,450
- 23 Paid Mounti Killer the amount owing by a cheque receiving a discount of 2%
- 24 Returned \$100 goods to Misty Elliot
- 25 Paid rent of \$6,000 by cheque
- 26 Hat Chue Whew returned \$500 goods to us
- 27 Cash Sales \$4,850
- 28 Purchased a motor car paying by cheque \$8,000
- 30 Paid Woo Woo Katchu \$7,000 by cheque
- 31 Transferred cash to the bank account to liquidate the overdraft