

Chapter 7: Credit Purchases and Credit Sales

Chapter Review Solutions

2. Invoice Date: 25/07/2020
Invoice Total: \$1,045
Cus No.: P-011
- | Acc No. | Amount: |
|---------|---------|
| 1-1130 | 300 |
| 1-2100 | 650 |
| 2-1320 | 95 |

4. **August Office Cleaners**

(a)

GENERAL JOURNAL				
Date	Particulars	Folio	Debit	Credit
July 03	Cleaning Products	715	500	
	GST Paid	125	50	
	Accounts Payable – <i>B & S Long</i> <i>Credit purchases Inv A4</i>	210		550
11	Cleaning Products	715	400	
	GST Paid	125	40	
	Accounts Payable – <i>Star P/L</i> <i>Credit purchases Inv B5</i>	210		440
16	Accounts Payable – <i>B & S Long</i>	210	550	
	Bank <i>Paid B&S Long Chq 80</i>	100		550
17	Cleaning Products	715	1,000	
	GST Paid	125	100	
	Bank <i>Cash purchases Chq 81 Tong</i>	100		1,100
19	Cleaning Products	715	300	
	GST Paid	125	30	
	Accounts Payable – <i>J & J Hardware</i> <i>Credit purchases Inv C6</i>	210		330
29	Accounts Payable – <i>Star P/L</i>	210	440	
	Bank <i>Payment – Star P/L Chq 82</i>	100		440
30	Advertising	605	900	
	GST Paid	125	90	
	Accounts Payable – <i>F Goodnoss</i> <i>Advertising bill Inv D7</i>	210		990
30	Accounts Payable - <i>J & J Hardware</i>	210	330	
	Bank <i>Paid J & J Hardware Chq 83</i>	100		330

(b) General Ledger of August Office Cleaners

Cash at Bank								100
Date	Details	Folio	Amount	Date	Details	Folio	Amount	
Jul 01	Balance b/d		5,000	Jul 16	AP - B&S Long		550	
				17	Clean Prod, GST		1,100	
				29	AP - Star P/L		440	
				30	AP - J&J Hardware		330	
				Jul 31	Balance c/d		2,580	
			5,000				5,000	
Aug 01	Balance b/d		2,580					

GST Paid								125
Jul 03	AP - B&S Long		50	Jul 31	Balance c/d		310	
11	AP - Star P/L		40					
17	Bank		100					
19	AP - J&J Hardware		30					
30	AP - F Goodgoss		90					
			310				310	
Aug 01	Balance b/d		310					

Accounts Payable Control								210
Jul 16	Bank		550	Jul 03	Clean Prod, GST		550	
29	Bank		440	11	Clean Prod, GST		440	
30	Bank		330	19	Clean Prod, GST		330	
31	Balance c/d		990	30	Advert, GST		990	
			2,310				2,310	
				Aug 01	Balance b/d		990	

No closing of accounts at this stage

Advertising Expense								605
Jul 30	Acc Payable		900	Jul 31	Balance c/d		900	
	- F Goodness		900				900	
Aug 01	Balance b/d		900					

Cleaning Products								715
Jul 03	Acc Pay - B&S Long		500	Jul 31	Balance c/d		2,200	
11	Acc Pay- Star P/L		400					
17	Bank		1,000					
19	Acc Pay J&J Hardware		300					
			2,200				2,200	
Aug 01	Balance b/d		2,200					

(c)

August Office Cleaners - Payables Subsidiary ledger

B&S Long					210.01
Date	Details	Folio	Debit	Credit	Balance
Jul 03	Cleaning Products,GST			550	550
16	Bank		550		0
F Goodness					210.02
Jul 30	Advert, GST			990	990
J&J Hardware					210.03
Jul 19	Cleaning Products,GST			330	330
30	Bank		330		0
Star P/L					210.04
Jul 11	Cleaning Products,GST			440	440
29	Bank		440		0

August Office Cleaners – Payables Subsidiary Reconciliation

F Goodness	990
Balance per Control Account	990

6. (a) **Gourmet Baskets**

GENERAL JOURNAL				
Date	Particulars	Folio	Debit	Credit
May 02	Inventory	120	390	
	GST Paid	125	39	
	Accounts Payable – <i>Seafood Delights</i>	210		429
	<i>Credit purchases Inv 311</i>			
06	Inventory	120	580	
	GST Paid	125	58	
	Accounts Payable – <i>Fancy That</i>	210		638
	<i>Credit purchases Inv 144</i>			
16	Accounts Payable – <i>Fancy That</i>	210	55	
	Inventory	120		50
	GST Paid	125		5
	<i>Returns Fancy That CN11</i>			
20	Accounts Payable – <i>Seafood Delights</i>	210	22	
	Inventory	120		20
	GST Paid	125		2
	<i>Returns Seafood Delights CN1156</i>			
20	Accounts Payable – <i>Seafood Delights</i>	210	407	
	Bank	100		407
	<i>Paid Seafood Delights Chq 3567</i>			
21	Inventory	120	160	
	GST Paid	125	16	
	Bank	100		176
	<i>Cash Purchases Chq 3568</i>			
28	Accounts Payable – <i>Fancy That</i>	210	150	
	Bank	100		150
	<i>Payment – Fancy That Chq 3569</i>			

(b) General Ledger - Gourmet Baskets

Cash at Bank				100			
Date	Details	Folio	Amount	Date	Details	Folio	Amount
Aug 01	Balance c/d		1,000	Aug 20	AP – Seafood De.		407
				21	Purchases, GST		176
				28	AP – Fancy That		150
				Aug 31	Balance c/d		267
			1,000				1,000
Sep 1	Balance b/d		267				

Inventory				120			
Date	Details	Folio	Amount	Date	Details	Folio	Amount
Aug 02	AP – Seaf. Delights		390	Aug 16	AP – Fancy That		50
06	AP – Fancy That		580	20	AP – Seaf. Deli.		20
21	Bank		160	31	Balance c/d		1,060
			1,130				1,130
Sept 01	Balance b/d		1,060				

GST Paid				125			
Aug 02	AP – Seafood Delights		39	Aug 16	AP – Fancy That		5
06	AP – Fancy That		58	20	AP – Seafood Delights		2
21	Bank		16	31	Balance c/d		106
			113				113
Sept 01	Balance b/d		106				

Accounts Payable Control				210			
Date	Details	Folio	Amount	Date	Details	Folio	Amount
Aug 16	Purchases, GST		55	Aug 02	Purchases, GST		429
20	Purchases, GST		22	06	Purchases, GST		638
20	Bank		407				
28	Bank		150				
	Balance c/d		433				
			1,067				1,067
				Sept 01	Balance b/d		433

Gourmet Baskets - Payables Subsidiary ledger

Fancy That					210.01
Date	Details	Folio	Debit	Credit	Balance
Aug 06	Purchases, GST			638	638 CR
16	Purchases, GST		55		583 CR
28	Bank		150		433 CR

Seafood Delights					210.02
Aug 02	Purchases, GST			429	429 CR
20	Purchases, GST		22		407 CR
20	Bank		407		0

(c) Gourmet Baskets - Payables Subsidiary Reconciliation

Fancy That	433
Balance per Control Account	433

8. **Dig and Delve Landscaping**

(a)

GENERAL JOURNAL				
Date	Particulars	Folio	Debit	Credit
May 02	Accounts Receivable Control – <i>Half Way House</i>	110.2	660	
	Sales	400		600
	GST Collected	230		60
	Cost of Goods Sold	550	400	
	Inventory	120		400
		<i>Credit Sale Inv 122</i>		
12	Accounts Receivable Control – <i>AAD Electronics</i>	110.1	792	
	Sales	400		720
	GST Collected	230		72
	Cost of Goods Sold	550	430	
	Inventory	120		430
		<i>Credit Sale Inv 123</i>		
15	Accounts Receivable Control – <i>Turkey Delights</i>	110.3	2,530	
	Sales	400		2,300
	GST Collected	230		230
	Cost of Goods Sold	550	1,680	
	Inventory	120		1,680
		<i>Credit Sale Inv 124</i>		
20	Sales	400	40	
	GST Collected	230	4	
	Accounts Rec. Control – <i>Half Way House</i>	110.2		44
	Inventory	120	21	
	Cost of Goods Sold	550		21
		<i>Credit Note 21 for return</i>		
25	Accounts Receivable Control – <i>AAD Electronics</i>	110.1	627	
	Sales	400		570
	GST Collected	230		57
	Cost of Goods Sold	550	350	
	Inventory	120		350
		<i>Credit Sale Inv 126</i>		
25	Bank	100	792	
	Accounts Rec. Control – <i>AAD Electronics</i>	110.1		792
	<i>Receipt from AAD Electronics</i>			

(b) Dig and Delve Landscaping – General Ledgers

Cash at Bank				100			
Date	Details	Folio	Amount	Date	Details	Folio	Amount
May 01	Balance b/d		10,000	May 31	Balance c/d		10,792
25	Acc Rec – AAD Elect		792				
			10,792				10,792
June 01	Balance b/d		10,792				
Accounts Receivable Control				110			
May 01	Balance b/d		1,100	May 20	Sales, GST		44
02	Sales, GST		660	25	Bank		792
12	Sales, GST		792	31	Balance c/d		4,873
15	Sales, GST		2,530				
25	Sales, GST		627				
			5,709				5,709
June 01	Balance b/d		4,873				
Inventory				120			
May 01	Balance b/d		3,500	May 02	COGS		400
20	COGS		21	12	COGS		430
				15	COGS		1,680
				25	COGS		350
				31	Balance c/d		661
			3,521				3,521
June 01	Balance b/d		661				
GST Collected				230			
May 20	Acc Rec – Half Way H		4	May 02	Acc Rec – Half Way H		60
31	Balance c/d		415	12	Acc Rec – AAD Elect		72
				15	Acc Rec – Turkey D		230
				25	Acc Rec – AAD Elect		57
			419				419
				June 01	Balance b/d		415
Capital				300			
				May 01	Balance b/d		14,600
No closing of accounts at this stage							
Sales				400			
May 20	Acc Rec – Half Way H		40	May 02	Acc Rec – Half Way H		600
31	Balance c/d		4,150	12	Acc Rec – AAD Elect		720
				15	Acc Rec – Turkey D		2,300
				25	Acc Rec – AAD Elect		570
			4,190				4,190
				June 01	Balance b/d		4,150

COGS				550			
Date	Details	Folio	Amount	Date	Details	Folio	Amount
May 02	Inventory		400	May 20	Inventory		21
12	Inventory		430	31	Balance c/d		2,839
15	Inventory		1,680				
25	Inventory		350				
			2,860				2,860
June 01	Balance b/d		2,839				

ACCOUNTS RECEIVABLES SUBSIDIARY LEDGER

Accounts Receivable Control – AAD Electronics						110.1
Date	Details	Folio	Debit	Credit	Balance	
May 01	Balance b/d				440 DR	
12	Sales, GST		792		1,232 DR	
25	Sales, GST		627		1,859 DR	
25	Bank			792	1,067 DR	

Accounts Receivable Control – Half Way House						110.2
Date	Details	Folio	Debit	Credit	Balance	
May 01	Balance b/d				660 DR	
02	Sales, GST		660		1,320 DR	
20	Sales, GST			44	1,276 DR	

Accounts Receivable Control – Turkish Delights						110.3
Date	Details	Folio	Debit	Credit	Balance	
May 15	Sales, GST		2,530		2,530 DR	

(c) Dig and Delve Landscaping - Receivables Subsidiary Reconciliation

110.1	AAD Electronics	1,067
110.2	Half Way House	1,276
110.3	Turkey Delights	2,530
	Balance Per Control Account	4,873

Trial Balance 31 May

	Cash at Bank	10,792	
	Accounts Receivable Control	4,873	
	Inventory	661	
	GST Collected		415
	Capital		14,600
	Sales		4,150
	COGS	2,839	
		19,165	19,165

10. (a) Don Republic **No closing of accounts at this stage**

Cash at Bank				100			
Date	Details	Folio	Amount	Date	Details	Folio	Amount
Feb 01	Balance b/d		580	Feb 28	Balance c/d		3,000
15	Acc Rec – Aus		220				
22	Acc Rec		550				
28	Design Rev		1,650				
			3,000				3,000
Mar 01	Balance b/d		3,000				

Accounts Receivable Control				110			
Date	Details	Folio	Amount	Date	Details	Folio	Amount
Feb 01	Design Rev, GST		220	Feb 15	Bank		220
09	Design Rev, GST		550	Feb 22	Bank		550
18	Design Rev, GST		165	Feb 28	Balance c/d		165
			935				935
Mar 01	Balance b/d		165				

GST Collected				230			
Date	Details	Folio	Amount	Date	Details	Folio	Amount
Feb 28	Balance c/d		235	Feb 01	Acc Rec – Aussie Miss		20
				09	Acc Rec – Eureka		50
				18	Acc Rec – Shy Royal		15
				28	Bank		150
			235				235
				Mar 01	Balance b/d		235

Design Revenue				410			
Date	Details	Folio	Amount	Date	Details	Folio	Amount
Feb 28	Balance c/d		2,350	Feb 01	Acc Rec – Aussie Miss		200
				09	Acc Rec – Eureka		500
				18	Acc Rec – Shy Royal		150
				28	Bank		1,500
			2,350				2,350
				Mar 01	Balance b/d		2,350

Don Republic - Receivables Subsidiary Ledger

Aussie Miss						110.01
Date	Details	Folio	Debit	Credit	Balance	
Feb 01	Design Rev, GST		220		220	DR
15	Bank			220	0	

Eureka Ltd						110.02
Date	Details	Folio	Debit	Credit	Balance	
Feb 09	Design Rev, GST		550		550	DR
22	Bank			550	0	

Shy Royal						110.03
Date	Details	Folio	Debit	Credit	Balance	
Feb 18	Design Rev, GST		165		165	DR

Don Republic Receivables Subsidiary Reconciliation

Shy Royal	165
Balance per Control Account	165

12. No, a trial balance is not a list showing all account titles in the Ledger and the total of debits and credits in each account.

The Trial Balance shows:

- Account names
- Account numbers
- Account balances, (either debit or credit). It does not show all entries i.e. total debits and credits applied to each account.

14. **Concrete Crusher** – Trial Balance as at 31 January

Account #	Account Title	Debit	Credit
100	Bank	18,400	
110	Accounts Receivable	26,880	
125	GST Paid	700	
210	Accounts Payable		2,200
230	GST Collected		2,800
300	Capital		30,900
310	Drawings	3,000	
400	Service Revenue		28,200
605	Advertising Expense	5,500	
720	Insurance Expense	2,000	
750	Rent Expense	1,120	
765	Telephone Expense	500	
700	Wages/Salaries	6,000	
		64,100	64,100

16. **Friends' Venture** – Trial Balance as at 31 October

Account #	Account Name	Debit	Credit
100	Bank	63,600	
110	Accounts Receivable	2,000	
166	Furniture and Equipment	28,400	
210	Accounts Payable		20,000
300	Capital		80,000
465	Commission Income		53,600
700	Wages	58,000	
750	Rent Expense	1,600	
		153,600	153,600

18. (b) **Louisville Trading**

GENERAL JOURNAL				
Date	Details	Folio	Debit	Credit
Dec 01	Inventory	120	1,000	
	GST Paid	125	100	
	Accounts Payable – <i>Com Missioner</i>	210		1,100
	<i>Purchase goods on credit from Com Missioner</i>			
03	Bank	100	550	
	Sales	400		500
	GST Collected	230		50
	<i>Cash sales</i>			
	Cost of Goods Sold	550	250	
	Inventory	120		250
	<i>Cost of Goods Sold</i>			
04	Accounts Payable – <i>Medal Count Ltd</i>	210	770	
	Inventory	120		700
	GST Paid	125		70
	<i>Returned goods to Medal Count Ltd</i>			
05	Advertising	605	900	
	GST Paid	230	90	
	Bank	100		990
	<i>Paid advertising</i>			
06	Inventory	120	300	
	GST Paid	125	30	
	Accounts Payable – <i>Tona List</i>	210		330
	<i>Purchase goods on credit from Tona List</i>			
09	Telephone	765	400	
	GST Paid	125	40	
	Bank	100		440
	<i>Paid telephone</i>			
10	Bank	100	6,000	
	Accounts Receivable – <i>Com. Curve</i>	110		6,000
	<i>Received cheque from Com. Curve</i>			
11	Accounts Receivable – <i>Dan Za</i>	110	3,300	
	Sales	400		3,000
	GST Collected	230		300
	<i>Credit sale to Dan Za</i>			
	Cost of Goods Sold	550	1,500	
	Inventory	120		1,500
	<i>Cost of Goods Sold</i>			
12	Bank	100	880	
	Sales	400		800
	GST Collected	230		80
	<i>Cash sales</i>			

12	Cost of Goods Sold	550	400	
	Inventory	120		400
	Cost of Goods Sold			
14	Wages	700	2,500	
	Bank	100		2,500
	Paid wages			
15	Accounts Payable – <i>Tona List</i>	210	2,330	
	Bank	100		2,330
	Paid December accounts payable – Tona List			
16	Bank	100	7,000	
	Accounts Receivable – <i>California Chrome</i>	110		7,000
	Received cheque from Cal Chrome			
18	Accounts Payable – <i>Com Missioner</i>	210	220	
	Inventory	120		200
	GST Paid	125		20
	Goods purchase on credit returned to Com			
19	Bank	100	1,320	
	Sales	400		1,200
	GST Collected	230		120
	Cash sales			
	Cost of Goods Sold	550	600	
	Inventory	120		600
	Cost of Goods Sold			
20	Accounts Payable – <i>Com Missioner</i>	210	3,880	
	Bank	100		3,880
	Paid accounts payable – Com Missioner			
22	Accounts Receivable – <i>Cal Chrome</i>	110	3,850	
	Sales	400		3,500
	GST Collected	230		350
	Credit sale to Cal Chrome			
	Cost of Goods Sold	550	1,750	
	Inventory	120		1,750
	Cost of Goods Sold			
23	Electricity	705	490	
	GST Paid	125	49	
	Bank	100		539
	Paid electricity			

25	GST Collected	230	1,000	
	Bank	100		1,000
<i>Paid cash for GST December</i>				
26	Inventory	120	1,600	
	GST Paid	125	160	
	Bank	100		1,760
<i>Paid cash for inventory</i>				
27	Wages	700	3,000	
	Bank	100		3,000
<i>Paid wages</i>				
28	Accounts Receivable – <i>Com Curve</i>	110	4,400	
	Sales	400		4,000
	GST Collected	230		400
	<i>Credit sale to Com Curve</i>			
28	Cost of Goods Sold	550	2,000	
	Inventory	120		2,000
	<i>Cost of Goods Sold</i>			
29	Bank	100	8,300	
	Accounts Receivable – <i>Dan Za</i>	110		8,300
<i>Received cheque from Cal Chrome</i>				
30	Accounts Payable – <i>Medal Count</i>	210	3,230	
	Bank	100		3,230
<i>Paid accounts payable – Medal Count</i>				
31	Drawings	310	1,210	
	Bank	100		1,210
<i>Owner withdrew cash</i>				

(a) & (c) Louisville Trading – General Ledgers **No closing of accounts at this stage**

Cash at Bank				100			
Date	Details	Folio	Amount	Date	Details	Folio	Amount
Jan 01	Balance b/d		6,000	Jan 05	Advertising		990
03	Sales, GST		550	09	Telephone, GST		440
10	AR – Comm.Cu		6,000	14	Wages		2,500
12	Sales, GST		880	15	AP – Tony List		2,330
16	AR – Calif.Ch		7,000	20	Pay – Comm.Cu		3,880
19	Sales, GST		1,320	23	Electricity		539
29	A/R – Dan Za		8,300	25	GST Collected		1,000
				26	Purchases		1,760
				27	Wages		3,000
				30	Pay – Medal. Co		3,230
				31	Drawing		1,210
				31	Balance c/d		9,171
			30,050				30,050
Feb 01	Balance b/d		9,171				
Accounts Receivable Control				110			
Jan 01	Balance b/d		18,000	Jan 10	Bank		6,000
11	Sales, GST		3,300	16	Bank		7,000
22	Sales, GST		3,850	29	Bank		8,300
28	Sales, GST		4,400	31	Balance c/d		8,250
			29,550				29,550
Feb 01	Balance b/d		8,250				
Inventory				120			
Jan 01	Balance b/d		14,000	Jul 03	COGS		250
02	AP – C.M		1,000	04	AP – Medal.Co		700
06	AP – TonaL		300	11	COGS		1,500
26	Purchases		1,600	12	COGS		400
				18	AP – Com.Mis		200
				19	COGS		600
				22	COGS		1,750
				28	COGS		2,000
				31	Balance c/d		9,500
			16,900				16,900
Feb 01	Balance b/d		9,500				

GST Paid				125			
Jan 01	Balance b/d		400	Jan 01	AP – C.M		70
01	AP – C.M		100	18	AP – Com.Mis		20
05	Advertising		90	31	Balance c/d		779
06	Purchases – Tona L		30				
09	Bank		40				
23	Electricity		49				
26	Purchases		160				
			869				769
Feb 01	Balance b/d		779				
Plant & Equipment				166			
Jan 01	Balance b/d		13,000	Jan 31	Balance c/d		13,000
			13,000				13,000
Feb 01	Balance b/d		13,000				
Motor Vehicles				174			
Jan 01	Balance b/d		19,000	Jan 31	Balance c/d		19,000
			19,000				19,000
Feb 01	Balance b/d		19,000				
Accounts Payable Control				210			
Jan 04	Return – Medal Co		770	Jan 01	Balance b/d		9,000
15	Paid – Tony L		2,330	01	Inv., GST Paid		1,100
18	Return – Comm.Mis		220	06	Inv., GST Paid		330
20	Bank		3,880				
30	Bank		3,230				
31	Balance c/d		0				
			10,430				10,430
				Feb 01	Balance b/d		0
GST Collected				230			
Jan 25	Bank		1,000	Jan 01	Balance b/d		1,400
31	Balance c/d		1,700	03	Bank		50
				11	AR – Dan Za		300
				12	Bank		80
				19	Bank		120
				22	AR – Cali. Chr		350
				28	AR – Com.Cu		400
			2,700				2,700
				Feb 01	Balance b/d		1,700

Capital				300			
Date	Details	Folio	Amount	Date	Details	Folio	Amount
				Jan 01	Balance b/d		60,000
							60,000
Drawings				310			
Jan 31	Bank		1,210				
			1,210				
Sales				400			
Jan 31	Balance c/d		13,000	Jan 03	Bank		500
				11	AR – Dan Za		3,000
				12	Bank		800
				20	Bank		1,200
				22	AR – Cali Chr		3,500
				28	AR – Com.Cu		4,000
			13,000				13,000
Cost of Goods Sold				550			
Jul 03	Inventory		250	Jul 31	Balance c/d		6,500
11	Inventory		1,500				
12	Inventory		400				
19	Inventory		600				
22	Inventory		1,750				
28	Inventory		2,000				
			6,500				6,500
Wages				700			
Jan 14	Bank		2,500	Jul 31	Balance c/d		5,500
27	Bank		3,000				
			5,500				5,500
Telephone				765			
Jan 07	Bank		400	Jul 31	Balance c/d		400
			400				400
Advertisement				605			
Jan 05	Bank		900	Jul 31	Balance c/d		900
			900				900
Electricity				705			
Jan 23	Bank		490	Jul 31	Balance c/d		490
			490				490

(d) Louisville Trading - Receivables Subsidiary Ledger

California Chrome					110.01
Date	Details	Folio	Debit	Credit	Balance
Dec 01	Balance b/d				7,000DR
16	Bank			7,000	0
22	Sales, GST		3,850		3,850 DR

Commanding Curve					110.02
Date	Details	Folio	Debit	Credit	Balance
Dec 01	Balance b/d				6,000 DR
10	Bank			6,000	0
28	Sales, GST		4,400		4,400 DR

Dan Za					110.03
Date	Details	Folio	Debit	Credit	Balance
Dec 01	Balance b/d				5,000 DR
11	Sales, GST		3,300		8,300 DR
29	Bank			8,300	0

Louisville Receivables Subsidiary Reconciliation

California Chrome	3,850
Commanding Curve	4,400
Balance per Control Account	8,250

Louisville Trading - Payables Subsidiary Ledger

Tona List					210.01
Date	Details	Folio	Debit	Credit	Balance
Dec 01	Balance b/d				2,000 CR
06	Inventory, GST Paid			330	2,330 CR
15	Bank		2,330		0

Com Missioner					210.02
Date	Details	Folio	Debit	Credit	Balance
Dec 01	Balance b/d				3,000 CR
01	Inventory, GST Paid			1,100	4,100 CR
18	Return		220		3,880 CR
20	Bank		3,880		0

Medal Count Ltd					210.03
Date	Details	Folio	Debit	Credit	Balance
Dec 01	Balance b/d				4,000 CR
04	Inventory, GST Paid		770		3,230 CR
30	Bank		3,230		0

Louisville Payables Subsidiary Reconciliation

Balance per Control Account	0
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(e)

LouisVille Trading – Trial Balance as at 31 December			
A/c No	Account	Debit	Credit
100	Bank	9,171	
110	Accounts Receivable Control	8,250	
120	Inventory	9,500	
125	GST Paid	779	
166	Plant & Equipment	13,000	
170	Motor Vehicles	19,000	
210	Accounts Payable		0
230	GST Collected		1,700
300	Capital		60,000
310	Drawings	1,210	
400	Sales		13,000
550	Cost of Goods Sold	6,500	
605	Advertising	900	
705	Electricity	490	
765	Telephone	400	
700	Wages/Salaries	5,500	
		74,700	74,700