

Name

Activity 22 (Summative activity - Journals, Ledgers, Trial balance)

Required

You are required to do the books of Sunshine Traders for April 20..

- Do the recordings of the given transactions in the different journals. Close the journals at the end of the month.
- Post to the General Ledger. Balance the accounts.
- Compile a Trial Balance on 30 April 20..
- Compile a Debtors ledger and debtor's list.
- Compile a Creditors ledger and creditor's list.

Please note:

- Show all the folio and document numbers.
- The business' profit margin is CP + 50%.
- The last journal voucher that was issued in March 20.. is 124.

Information

Balances from the Trial Balance of Sunshine Traders on 31 March 20..

Capital	R578 640
Drawings	R4 740
Land and buildings	R280 000
Vehicles	R124 000
Equipment	R80 400
Trading Stock	R27 300
Debtors' Control	R ?
Fixed deposit: Build Bank (10% p.a.)	R30 000
Bank (Dr)	R18 300
Cash float	R400
Petty Cash	R500
Creditors' Control	R25 100
Deposit: Rent Income	R5 000
Sales	R75 000
Cost of sales	R50 000
Debtors' Allowances	R4 200
Stationery	R1 800
Packing Material	R960
Salaries	R24 000
Wages	R21 600
Discount allowed	R240
Discount received	R1 380
Bank charges	R890
Carriage on sales	R435
Interest on current account	R265
Interest on overdue debtors	R180
Interest on overdue creditors	R420
Rent Income	R15 000
Donations	R160
Telephone	R6 300
Water and electricity	R9 300
Bad debts	R1 400
Interest on fixed deposit	R750
Bad debts recovered	R230

Balances in the Debtors' List:

Kromhout Traders R150 (Cr)
S. Moaner, R2 000 (Dr)
G. Gift, R4 800 (Dr)
L. Lona, R5 400 (Dr)
R. Madisha, R2 150 (Dr)

Balances in the Creditors' List:

Kromhout Traders, R3 200 (Cr)
Brom Distributors, R8 400 (Cr)
Santie Limited, R10 500 (Cr)
Mala Manufacturers, R3 000 (Cr)

Transactions: April 20..

- 1 A statement of Sunshine Traders' account was received from Kromhout Traders. It was decided to transfer the credit balance in the debtors' ledger to the account in the creditors' ledger.
- 3 Issue cheque 312 to Kromhout Traders in payment of Sunshine Traders' account, after they received R150 discount. The telephone bill was received from Telkom. Issue cheque 313 to pay the amount of R2 300.
- 4 Receive a cheque from R. Brown, the owner, to increase his capital contribution to R600 000. Issue receipt 151. Credit sales of merchandise to:
L. Lona, R1 200 (invoice 88)
R. Madisha, R750 (invoice 89).
- 6 Pay Santie Ltd. with cheque 314 in payment of Sunshine Traders' account minus 5% discount. Issue cheque 315 to the City Hall for the month's water and electricity of R2 800.
- 8 Buy goods on credit from Mala Manufacturers for R2 300 minus 20% discount (Renumber invoices from 132).
Brom Distributors charges Sunshine Traders' overdue account with 7% interest p.a. for three months.
- 10 Issue Credit Note 56 to L. Lona for merchandise returned, R300. It has been discovered that Stationery bought by Brom Traders for R280 on credit was posted to the Trading stock account. Correct the error.
Issue cash cheque 316 for:
Wages, R1 800
Cash Float increased to R600.
- 11 Issue Debit Note 35 to Mala Manufacturers for goods sent back, R450 minus 20% discount.
- 12 Petty cash payments:
Stationery, R140 (Petty Cash Voucher 86)
Donations, R80 (Petty Cash Voucher 87).

- 13 Cash sales of merchandise, R9 600.
L. Lona pays his account and receives 5% discount. Issue receipt 152.
Receive a cheque from S. Botha for the rent of part of the building, R5 000. Issue receipt 153.
- 15 Buy the following on credit:
Kromhout Traders, packing material, R180 and stationery, R260.
Mala Manufacturers, equipment R6 400.
Pay R400 from the petty cash for two days' wages to a worker who washed the windows. Issue petty cash voucher 88.
- 16 Issue cheque 317 to the petty cash cashier, R500.
Issue invoice 90 to R. Madisha for merchandise sold on credit, R360.
- 17 Issue cash cheque 318 for wages, R1 800.
- 18 Issue Debit note 36 to Mala Manufacturers. They have forgotten to give 20% discount for Equipment bought on credit on the 15th.
- 20 Cash sales of merchandise, R5 400.
Receive a cheque from Build Bank for interest earned monthly on a fixed deposit.
Issue receipt 154.
- 21 Sell goods on credit to Kromhout Traders for R780. Issue invoice 91.
Issue petty cash voucher 89 to SA Deliveries for merchandise delivered to Kromhout Traders, R140. Levy the amount against Kromhout Traders' account.
- 23 Sell goods on credit to S. Moaner for R2 700. Issue invoice 92.
Receive a cheque from S. Moaner in payment of his account, on 1 April 20.. minus 2½% discount. Issue receipt 155.
- 25 Issue Credit Note 57 to S. Moaner for Allowances given, R270.
Receive S. Moaner's cheque back from the bank, with a bank Debit Note and the remark 'R/D - insufficient funds'.
Charge G. Gift's overdue account 2½% interest p.a. for two months.
- 26 The owner takes merchandise for his own use, R390.
Buy the following on credit:
Santie Limited, R3 600 minus 20% discount for goods.
Kromhout Traders R380 for paper for the printer, as well as R150 for packing material.
- 27 Donate merchandise of R200 at cost price to the local children's home.
- 28 Issue Debit Note 37 to Kromhout Traders for packing material of R40 sent back to them.
Issue cash cheque 319 for wages, R1 800.
Pay a day's wages R100 from the petty cash to the garden worker. Issue petty cash voucher 90. Buy goods for R50 and pay for them from the petty cash. Issue petty cash voucher 91.

- 29 Sell goods on credit to L. Lona for R540. Issue invoice 93.
Pay SA Deliveries with cheque 320 for delivery of goods bought on credit, R340.
Receive a cheque from G. Pillay of R400. It is for his account that has already
been written off as a bad debt. Issue receipt 156.
- 30 Issue cheque 321 to Brom Distributors in payment of Sunshine Traders' account,
R8 214. Receive R200 discount.
Pay S. Moor's salary with cheque 322 for the month, R8 000.
Receive the bank statement from Perm Bank, which shows the following:
Service fees, R210
Credit card levies, R340
Interest on credit balance, R110.
Pay Snow Distributors R940 with cheque 323 for goods bought with cash.
G. Gift is declared insolvent. Receive a first and final dividend of 50 cents in the
Rand. Write the balance off as a bad debt. Issue receipt 157.
Issue cheque 324 to restore the Petty cash.

