

Name: _____

Date: _____

Control Accounts

Questions

2.1 You are required to prepare a trade receivables control account from the following information for the month of November:

20X0		\$
Nov 1	Trade receivables balances	24,000
	Totals for November:	
	Sales day book	14,000
	Returns inwards day book	1,000
	Cheques and cash received from customers	18,000
	Discounts allowed	500
30	Trade receivables balances	18,500

Answers:

Trade Receivables Ledger Control				

2.2 Prepare a trade receivables ledger control account from the following information for October 20X2, carrying down the balance as 31 October:

20X2		\$
Oct 1	Trade receivables balances	28,409
31	Sales day book	26,617
	Bad debts written off	342
	Cheques received from trade receivables	24,293
	Discounts allowed	416
	Cheques dishonoured	120
	Returns inwards	924
	Set-offs against balances in trade payables ledger	319

Answers:

Trade Receivables Ledger Control				

- 2.3 The trial balance of Outsize Books Ltd revealed a difference in the books. In order that the error(s) could be located it was decided to prepare trade payables and trade receivables ledger control accounts.

From the following information prepare the control accounts and show where an error may have been made:

20X1		\$
Jan 1	Trade payables ledger balances	19,420
	Trade receivables balances	28,227
	Totals for the year 20X1	
	Purchases journal	210,416
	Sales journal	305,824
	Returns outwards journal	1,452
	Returns inwards journal	3,619
	Cheques paid to trade payables	205,419
	Petty cash paid to trade payables	62
	Cheques and cash received from customers	287,317
	Discounts allowed	4,102
	Discounts received	1,721
	Balances on the trade receivables ledger set off against balances in the trade payables ledger	640
Dec 31	The list of balances from the trade payable ledgers shows a total of \$20,210 and that from sales ledger a total of \$38,374	

Answers:

Trade Payables Ledger Control				

Trade Receivables Ledger Control				