

Name

Activity 13 (General Journal)

Required

Record the following transactions in the General Journal of Davido Traders for May 2011.

Note: Don't do any narrations.

Transactions: May 2011

- 4 Charge G. Patella's (a debtor) overdue account with 6% interest per annum for three months. G. Patella owes R8 200.
- 6 A. Mosterd (a debtor) who owes R1 200 is declared insolvent. Receive a first and final dividend of 30 cents in the rand (this is already recorded in the books). Write his account off as bad debt.
- 9 Receive R. Ndlovu's cheque back from the bank with a bank debit note for R980 (this is already recorded in the books). R20 discount was given to R. Ndlovu when he settled his account earlier.
- 14 The owner, G. Nel takes merchandise for personal use. The selling price of the goods is R500 (cost price, R300).
- 16 Merchandise bought on credit from Storm Traders for R3 400 has been recorded correctly in the journal, but it was posted to Stork Traders by mistake. Correct the error.
- 24 Trading stock of R1 600 was bought from Schaik Traders and it was posted to the Stationery account in the General ledger. Correct the error.
- 28 Donate R4 000 (cost price) worth of trading stock to the local old age home.

Answer sheet

General Journal of Davido Traders – May 2011

GJ