

## Sales ledger & Purchase Ledger Control Accounts

### Question 1

Complete and post the Sales Day Book and Cash Receipts Book into the Accounts provided.

**Sales Day Book (SD21)**

Date	Customer	Invoice number	Folio	Gross	VAT	Net
03-May	A	45	SL01	240.00	40.00	200.00
05-May	C	46	SL02	144.00	24.00	120.00
08-May	B	47	SL03	180.00	30.00	150.00
15-May	C	48	SL04	264.00	44.00	220.00
20-May	B	49	SL05	120.00	20.00	100.00
28-May	A	50	SL06	216.00	36.00	180.00
<b>Total</b>				<b>1164.00</b>	<b>194.00</b>	<b>970.00</b>

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**Cash Book - Debit Side - Receipts**

Date	Details	Ref	Bank	VAT	Discount Allowed	Cash Sales	Trade Receivables
06-May	B	SL02	117.50				117.50
10-May	A	SL01	225.60		9.40		225.60
13-May	C	SL03	200.00				200.00
20-May	A	SL01	225.60		9.40		225.60
28-May	C	SL03	100.00				100.00
30-May	B	SL02	176.25				176.25
	<b>Totals</b>		<b>1044.95</b>	<b>0.00</b>	<b>18.80</b>	<b>0.00</b>	<b>1044.95</b>
<b>General Ledger Account</b>	<b>Debit Entry</b>		Bank		Discounts Allowed		
	<b>Credit Entry</b>			VAT	Trade Receivables		Trade Receivables

### GENERAL LEDGER

Dr		Bank				Cr
Date	Details	£	Date	Details	£	
	Cashbook	1044.95				

Dr			SLCA			Cr
Date	Details	£	Date	Details	£	
	SDB	1164.00		CB	1044.95	
				Discount	18.80	
				Balance c/d	100.25	
		1164.00			1164.00	
	Balance b/d	100.25				

Dr			Sales Account			Cr
Date	Details	£	Date	Details	£	
				SDB	970.00	

Dr			VAT Account			Cr
Date	Details	£	Date	Details	£	
				SDB	194.00	

Dr			Discounts Allowed			Cr
Date	Details	£	Date	Details	£	
	SLCA	18.80				

### SALES LEDGER

Dr			Customer A			Cr
Date	Details	£	Date	Details	£	
	SDB	240.00		CB	225.60	
	SDB	216.00		CB (Discount)	9.40	
				CB	225.60	
				CB (Discount)	9.40	
	Balance c/d	14.00				
		470.00			470.00	
				Balance b/d	14.00	

Dr		Customer B				Cr
Date	Details	£	Date	Details	£	
	SDB	180.00		CB	117.50	
	SDB	120.00		CB	176.25	
				Balance c/d	6.25	
		<b>300.00</b>			<b>300.00</b>	
	Balance b/d	6.25				

Dr		Customer C				Cr
Date	Details	£	Date	Details	£	
	SDB	144.00		CB	200.00	
	SDB	264.00		CB	100.00	
				Balance c/d	108.00	
		<b>408.00</b>			<b>408.00</b>	
	Balance b/d	108.00				

Reconcile the total of the Sales Ledger Accounts to the balance Brought down in the Sales Ledger Control Account.

Reconciliation of Sales Ledger to Sales Ledger Control Account	
Sales Ledger Control Account Balance	<u>100.25</u>
Customer A	-14.00
Customer B	6.25
Customer C	<u>108.00</u>
	100.25

## Question 2

You have been handed the purchase and purchase return day books and the cash payments book for Redwood Ltd, plus the relevant ledger accounts from their general and purchase ledgers.

Total each day book, and then post each one to the general and purchase ledger.

### Purchase day Book

Customer	Invoice Number	Supplier Code	Invoice Total £	VAT £	Net £
Rowley Ltd	7869	PL 54	3000.00	500.00	2500.00
Jipsum plc	323980	PL 02	3840.00	640.00	3200.00
Total			6840.00	1140.00	5700.00

## Purchase Returns Day Book

Customer	Invoice Number	Supplier Code	Invoice Total £	VAT £	Net £
Rowley Ltd	CN627	PL 54	96.00	16.00	80.00
Jipsum plc	CN08	PL 02	480.00	80.00	400.00
Total			576.00	96.00	480.00

## Cash Payments Book

	Details	Ref	Bank £	Vat £	Discount Received £	Cash purchases £	Purchase Ledger £	Sundry £
	Rowley Ltd	PL 54	2843.50				2843.50	
	Jipsum plc	PL 02	3125.50		140.00		3125.50	
	Cash Purchase		720.00	120.00		600.00		
	Total		6689.00	120.00	140.00	600.00	5969.00	0
General ledger account	Debit entry			VAT	PLCA	Purchases	PLCA	
	Credit entry		Bank					

## General Ledger

Dr			Bank			Cr	
Date	Details	£	Date	Details	£		
				CB	6689.00		
	Balance c/d	6689.00					
		6689.00			6689.00		
				Balance b/d	6689.00		

Dr			PLCA			Cr	
Date	Details	£	Date	Details	£		
	CB	5969.00		PDB	6840.00		
	CB	140.00					
	PRDB	576.00					
	Balance c/d	155.00					
		6840.00			6840.00		
				Balance b/d	155.00		

Dr Purchases Account			Cr		
Date	Details	£	Date	Details	£
	CB	600.00			
	CB	5700.00			
				Balance c/d	6300.00
		6300.00			6300.00
	Balance b/d	6300.00			

Dr Purchase Returns Account			Cr		
Date	Details	£	Date	Details	£
				PRDB	480.00
	Balance c/d	480.00			
		480.00			480.00
				Balance b/d	480.00

Dr VAT Account			Cr		
Date	Details	£	Date	Details	£
	PDB	1140.00		PRDB	96.00
	CB	120.00		Balance c/d	1164.00
		1260.00			1260.00
	Balance b/d	1164.00			

Dr Discounts Received			Cr		
Date	Details	£	Date	Details	£
				CB	140.00
	Balance c/d	140.00			
		140.00			140.00
				Balance b/d	140.00

#### Purchase ledger

Dr Rowley Ltd			Cr		
Date	Details	£	Date	Details	£
	PRDB	96.00		PDB	3000.00
	CB	2843.50			
	Balance c/d	60.50			
		3000.00			3000.00
				Balance b/d	60.50

Dr			Jipsum plc			Cr	
Date	Details	£	Date	Details	£		
	PRDB	480.00		PDB	3840.00		
	CB	3125.50					
	CB	140.00					
	Balance c/d	94.50					
		<b>3840.00</b>			<b>3840.00</b>		
				Balance b/d	94.50		

### Reconciliation of Purchase Ledger to Purchase Ledger Control Account

		Purchase Ledger Control Account Balance	<u>155.00</u>
Purchase Ledger	Rowley Ltd	60.50	
	Jipsum plc	94.50	
		<u>155.00</u>	

### Question 3

The following company has 4 credit customers. The opening balances on their debtors accounts at 01/05 are as follows:

Virgo Partners	227.57
McGowan and Son	552.73
JJ Westrope	317.59
Jacks Ltd	118.36

The opening balance on the Sales Ledger Control Account at the start of May was £1,216.25  
The Sales Day Book and Cash Receipts Book for May are given below:

### Sales Day Book

Date	Customer	Gross	VAT	Net
03-May	JJ Westhorpe	167.38	27.89	139.49
10-May	Virgo Partners	96.72	16.12	80.60
12-May	Jacks Ltd	107.72	17.95	89.77
15-May	JJ Westhorpe	277.35	46.22	231.13
20-May	McGowan & Son	595.09	99.18	495.91
23-May	Jacks Ltd	177.69	29.61	148.08
30-May	Virgo Partners	214.47	35.74	178.73
<b>Total</b>		<b>1636.42</b>	<b>272.71</b>	<b>1363.71</b>

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## Cash Book - Debit Side - Receipts

Date	Details	Bank	VAT	Discount Allowed	Cash Sales	Trade Receivables
03-May	Cash Sales	476.90	79.48		397.42	
04-May	Virgo Partners	117.38				117.38
10-May	Cash Sales	442.38	73.73		368.65	
12-May	JJ Westrope	308.86		8.73		308.86
15-May	McGowan & Sons	552.73				552.73
17-May	Cash Sales	501.67	83.61		418.06	
20-May	Jacks Ltd	100.00				100.00
30-May	Cash Sales	570.15	95.02		475.13	
	<b>Totals</b>	<b>3070.07</b>	<b>331.84</b>	<b>8.73</b>	<b>1659.26</b>	<b>1078.97</b>
<b>General Ledger Account</b>	<b>Debit Entry</b>	Bank		Discounts Allowed		
	<b>Credit Entry</b>		VAT	Trade Receivables	Sales	Trade Receivables

- Write up the sales ledger control account for the month and the individual debtors accounts in the sales ledger.
- Agree the control account balance to the total of the sales ledger account balances at the end of the month.

## General Ledger

Dr SLCA Cr					
Date	Details	£	Date	Details	£
01-May	Opening balance	1216.25	31-May	CB	1078.97
31-May	SDB	1636.42	31-May	CB	8.73
				Balance c/d	1764.97
		<b>2852.67</b>			<b>2852.67</b>
	Balance b/d	1764.97			

## Sales Ledger

Dr Virgo Partners Cr					
Date	Details	£	Date	Details	£
01-May	Opening balance	227.57	04-May	CB	117.38
10-May	SDB	96.72			
30-May	SDB	214.47			
				Balance c/d	421.38
		<b>538.76</b>			<b>538.76</b>
	Balance b/d	421.38			

Dr		McGowan & Son				Cr
Date	Details	£	Date	Details	£	
01-May	Opening balance	552.73	15-May	CB	552.73	
20-May	SDB	595.09				
				Balance c/d	595.09	
		<b>1147.82</b>			<b>1147.82</b>	
	Balance b/d	595.09				

Dr		JJ Westrope				Cr
Date	Details	£	Date	Details	£	
01-May	Opening balance	317.59	12-May	CB	308.86	
03-May	SDB	167.38	12-May	CB	8.73	
15-May	SDB	277.35		Balance c/d	444.73	
		<b>762.32</b>			<b>762.32</b>	
	Balance b/d	444.73				

Dr		Jacks Ltd				Cr
Date	Details	£	Date	Details	£	
01-May	Opening balance	118.36	20-May	CB	100.00	
12-May	SDB	107.72				
23-May	SDB	177.69		Balance c/d	303.77	
		<b>403.77</b>			<b>403.77</b>	
	Balance b/d	303.77				

### Reconciliation of Sales Ledger to Sales Ledger Control Account

Sales Ledger Control Account Balance 1764.97

Sales Ledger Balances

Virgo Partners 421.38

McGowan & Son 595.09

JJ Westrope 444.73

Jacks Ltd 303.77

1764.97



#### Question 4

Complete the control account from the following information.

Balance b/f	1,894
Total Credit Sales for the month	10,290
Cheques received from customers in the month	7,284
Cash received from customers in the month	1,236
Returns inwards from customers during the month	296
Debit balances on 31 January as extracted from the sales ledger	3,368

Sales Ledger Control Account					
Dr			Cr		
Date	Details	£	Date	Details	£
01-Jan	Balance b/f	1894.00		CB	7284.00
	SDB	10290.00		CB	1236.00
				SRDB	296.00
				Balance c/d	3368.00
		12184.00			12184.00
	Balance b/d	3368.00			

#### Question 5

Complete the control account from the following information.

	£
Debit balances on Sales Ledger on Jan 1	5,350
Total Credit Sales for the month	15,450
Cheques received from customers in the month	14,750
Cash received from customers in the month	1,200
Returns inwards from customers during the month	230
Discount allowed to customers during the month	160
Debit balances on 31 January that will agree with the sales ledger?	

Sales Ledger Control Account					
Dr			Cr		
Date	Details	£	Date	Details	£
01-Jan	Balance b/f	5350.00		CB	14750.00
	SDB	15450.00		CB	1200.00
				SRDB	230.00
				Discounts Allowed	160.00
				Balance c/d	4460.00
		20800.00			20800.00
	Balance b/d	4460.00			

### Question 6

Complete the control account from the following information.

	£
Debit balances on Sales Ledger on Mar 1	27,350
Total Credit sales for the month	30,500
Cheques received from customers in the month	125,750
Cash received from customers in the month	10,750
Returns inwards during the month	2, 230
Discount allowed during the month	2,340

Sales Ledger Control Account					
Dr			Cr		
Date	Details	£	Date	Details	£
01-Mar	Balance b/f	27350.00	31-Mar	CB	125750.00
31-Mar	SDB	130500.00	31-Mar	CB	10750.00
			31-Mar	SRDB	2230.00
			31-Mar	Discounts Allowed	2340.00
			31-Mar	Balance c/d	16780.00
		157850.00			157850.00
31-Mar	Balance b/d	16780.00			

### Question 7

Complete the control account from the following information.

	£
Debit balances on Sales Ledger on Sept 1	3,100
Total Credit Sales for the month	26,040
Cheques received from customers in the month	13,500
Cash received from customers in the month	8,670
Returns inwards from customers during the month	1,230
Discount allowed to customers during the month	260
Customer Cheque returned from the bank – insufficient funds	250
Balance on customer account written off as a bad debt	2,300
Debit balances on 30 Sept. as extracted from the sales ledger	3,430

Sales Ledger Control Account					
Dr			Cr		
Date	Details	£	Date	Details	£
1 Sept	Bal b/d	3,100		Bank	13,500
	SDB	26,040		Cash	8,670
	Bank	250		Returns	1,230
				Discounts	260
				Bad Debt	2,300
				Balance c/d	3,430
		29,390			29,390

### Question 8

Purchase Ledger Control Account	Source
1. Opening creditors	PLCA
2. Credit purchases	PDB
3. Returns	PRDB
4. Cheques paid	CPB
5. Cash paid	CPB
6. Closing creditors	PLCA
7. Discounts received	CPB

### Question 9

Complete the control account from the following information.

	£
Credit balances on Purchase Ledger on Mar 1	27,350
Total Credit purchase for the month	130,500
Cheques paid to suppliers in the month	125,750
Cash paid to suppliers in the month	10,750
Returns outwards during the month	2,230
Discount received during the month	2,340
Credit balances on 31 March as extracted from the purchase ledger: £16,780	

Purchase Ledger Control Account					
Dr			Cr		
Date	Details	£	Date	Details	£
31-Mar	CPB	10750.00	01-Mar	Balance b/f	27350.00
31-Mar	CPB	125750	31-Mar	PDB	130500.00
31-Mar	PRDB	2230.00			
	CPB	2340.00			
31-Mar	Balance c/d	16780.00			
		157850.00			157850.00
			10.33	Balance b/d	16780.00

### Question 10

Complete the control account from the following information and bring down the closing balance as at 30<sup>th</sup> September.

	£
Credit balances on Purchase Ledger on Sept 1	3,100
Total Credit Purchases for the month	26,040
Cheques paid to suppliers in the month	13,500
Cash paid to suppliers in the month	8,670
Returns outwards to suppliers during the month	1,230
Discount received from suppliers during the month	260
Credit balances on 30 Sept. as extracted from the purchase ledger?	

Dr			Purchase Ledger Control Account			Cr
Date	Details	£	Date	Details	£	
30-Sep	CPB	13500.00	01-Sep	Balance b/f	3100.00	
30-Sep	CPB	8670.00	30-Sep	PDB	26040.00	
30-Sep	PRDB	1230.00				
	CPB	260.00				
30-Sep	Balance c/d	5480.00				
		<b>29140.00</b>				<b>29140.00</b>
			30-Sep	Balance b/d	5480.00	

### Question 11

Your organisation records its purchases invoices received in the purchase day book and credit notes received in the purchase returns day book. The following documents must be recorded in the day books today, 5<sup>th</sup> June 20X4.

1 June	Invoice 2243 from YH Hill (PL16)	£158.38 + VAT
2 June	Invoice PT334 from Letra Ltd (PL24)	£227.39 + VAT
2 June	Invoice 8279 from Coldstores (PL03)	£157.38 + VAT
3 June	Invoice 1847 from Hardcastle (PL07)	£269.30 + VAT
5 June	Credit note C648 from YH Hill (PL16)	£24.68 + VAT
5 June	Invoice 2249 from YH Hill (PL16)	£368.15 + VAT

You are required to:

- enter these documents into the day books
- post the day books to the main ledger
- post the day books to the purchase ledger

### Purchases Day Book

Date	Customer	Invoice No	Folio	Gross	VAT	Net
01-Jun	YH Hill	2243	PL16	190.05	31.67	158.38
02-Jun	Letra Ltd	PT334	PL24	272.86	45.47	227.39
02-Jun	Coldstores	8279	PL03	188.85	31.47	157.38
03-Jun	Hardcastle	1847	PL07	323.16	53.86	269.30
05-Jun	YH Hill	2249	PL16	441.78	73.63	368.15
30-Jun	Total			1416.70	236.10	1180.60

### Purchases Returns Day Book

Date	Customer	Invoice No	Folio	Gross	VAT	Net
05-Jun	YH Hill	C648	PL16	29.61	4.93	24.68
30-Jun	Total			29.61	4.93	24.68

## Subsidiary Purchase Ledger

Dr			YH Hill			Cr
Date	Details	£	Date	Details	£	
05-Jun	PRDB	29.61	01-Jun	PDB	190.05	
			05-Jun	PDB	441.78	
30-Jun	Balance c/d	602.22				
		<b>631.83</b>			<b>631.83</b>	
				Balance b/d	602.22	

Dr			Letra Ltd			Cr
Date	Details	£	Date	Details	£	
			02-Jun	PDB	272.86	
30-Jun	Balance c/d	272.86				
		<b>272.86</b>			<b>272.86</b>	
			30-Jun	Balance b/d	272.86	

Dr			Coldstores			Cr
Date	Details	£	Date	Details	£	
			02-Jun	PDB	188.85	
30-Jun	Balance c/d	188.85				
		<b>188.85</b>			<b>188.85</b>	
			30-Jun	Balance b/d	188.85	

Dr			Hardcastle			Cr
Date	Details	£	Date	Details	£	
			03-Jun	PDB	323.16	
30-Jun	Balance c/d	323.16				
		<b>323.16</b>			<b>323.16</b>	
			30-Jun	Balance b/d	323.16	

## General Ledger

Dr Purchases Account			Cr		
Date	Details	£	Date	Details	£
			01-Jun	Balance b/f	12400.00
			30-Jun	SDB -SD21	1180.60
30-Jun	Balance c/d	13580.60			
		<b>13580.60</b>			<b>13580.60</b>
				Balance b/d	13580.60

Dr VAT Account			Cr		
Date	Details	£	Date	Details	£
			30-Jun	SDB -SD21	236.10
	Balance c/d	2306.00			
		<b>236.10</b>			<b>236.10</b>
				Balance b/d	2306.00

Dr Purchase Ledger Control Account			Cr		
Date	Details	£	Date	Details	£
			30-Jun	PDB	1416.70
30-Jun	PRDB	29.61			
	Balance c/d	1387.09			
		<b>1416.70</b>			<b>1416.70</b>
				Balance b/d	1387.09

Reconcile the totals of the individual supplier accounts to the total of the Purchase ledger Control Account

Reconciliation of Purchase Ledger to Purchase Ledger Control Account	
Purchase Ledger Control Account Balance	<u><b>1387.09</b></u>
YH Hill	602.22
Letra Ltd	272.86
Coldstores	188.85
Hardcastle	323.16
	<u><b>1387.09</b></u>

**Question 12**

Prepare a sales ledger control account for the month of June from the following information

1 June	Debit balance brought down	£17,491
30 June	Credit sales for the month	£42,591
	Sales returns from credit customers	£1,045
	Money received from credit customers	£39,024

Balance the account at 30 June

Sales Ledger Control Account					
Dr			Cr		
Date	Details	£	Date	Details	£
01-Jun	Balance b/d	17,491	30-Jun	SRDB	1,045
30-Jun	SDB	42,591	30-Jun	CRB	39,024
			30-Jun	Balance c/d	20,013
		<b>60,082</b>			<b>60,082</b>
01-Jul	Balance b/d	20,013			

**Question 13**

A summary of transactions with credit customers during June is shown below

Goods sold on credit	£118,600
Money received from credit customers	£96,214
Discounts allowed	£300
Goods returned by credit customers	£650
Bad debts written off	£350

The balance of customer accounts at 1 June was £180,824

- a. Prepare a sales ledger control account for the month of June from the above details. Show clearly the balance carried down at 30 June.

Sales Ledger Control Account					
Dr			Cr		
Date	Details	£	Date	Details	£
01-Jun	Balance b/d	180,824	30-Jun	CRB	96,214
30-Jun	SDB	118,600	30-Jun	Discounts Allowed	300
			30-Jun	SRDB	650
			30-Jun	Bad Debt W/O	350
			30-Jun	Balance c/d	201,910
		<b>299,424</b>			<b>299,424</b>
01-Jul	Balance b/d	201,910			

The following memorandum account balances were in the sales ledger on 30 June

Carless and Company	£76,560
BBT Limited	£28,109
Dale and Company	£32,109
Vale Computers	£1,645
Brandon Limited	£350
Bissell and Bradley	£31,304
Hopkins and Company	£32,273

- b. Reconcile these balances with the sales ledger control account balance you calculated in a.

	£
Sales ledger control account balance as at 30 June	201,910
Total of the Sales ledger accounts as at 30 June	202,350
Difference	440

#### Question 14

You work as an accounts assistant for Southtown Supplies. Today you are working on the sales ledger control account and sales ledger.

A summary of transactions with receivables (credit customers) in September is shown below.

- a) Show with a tick whether each entry will be a debit or credit in the sales ledger control account in the general ledger

	Amount £	Debit	Credit
Op Bal 1/9	47,238	✓	✓
Goods sold on credit	31,054	✓	
Cash received	29,179		✓
Goods returned	2,684		✓
Discount allowed	784		✓
Bad debt	450		✓

- b) What will be the balance of receivables on 1 October on the above account

	✓
£44,295	
£45,195	✓
£45,645	
£46,095	

The balances in the sales ledger on 1 October totalled £44,728



- c) What is the difference between the total of the balances in the sales ledger and the sales ledger control account balance calculated in part b)?

£
Workings:
45192 – 44728 = 467

- d) Identify the two reasons, either of which might have caused the difference.

Settlement discount has been understated in the sales ledger	
Goods returned have been understated in the sales ledger	
The bad debt written off has been omitted from the sales ledger	
Money received from customers has been overstated in the sales ledger	✓
Sales to credit customers have been overstated in the sales ledger	
Sales to credit customers have been understated in the sales ledger	✓
Trade discounts have not been included in the sales ledger	

### Question 15

A summary of transactions with credit suppliers during May is shown below

Goods purchased on credit	£21,587
Payments made to credit suppliers	£13,750
Discounts received	£500
Goods returned to credit suppliers	£250

The balance of suppliers at 1 May was £50,300

- a) Prepare a purchases ledger control account for the month of May from the above details. Show clearly the balance carried down at 31 May

Purchase Ledger Control Account					
Dr			Cr		
Date	Details	£	Date	Details	£
31-May	CPB	13,750	01-May	Balance b/f	50,300
31-May	Discounts Received	500	31-May	PDB	21,587
31-May	PRDB	250			
	Balance c/d	57,387			
		71,887			71,887
				Balance b/d	57,387

The following memorandum account balances were in the purchases ledger on 31 May

Wright and Company	£12,000	credit
CCY Limited	£11,107	credit
Carter and company	£9,380	credit
Tomkins Ltd	£16,800	credit
PP Properties	£500	debit
L Vakas	£1,200	credit
Ten Traders	£6,400	credit

b) Reconcile these balances with the purchase ledger control account you calculated in a)

Purchase ledger control account balance as at 31 May	57,387
Total of purchases ledger accounts as at 31 May	58,387
Difference	1,000

c) What may have caused the difference calculated in b)?

We may have omitted a purchase invoice in to the suppliers purchase ledger account

### Question 15

Indicate whether the following will be recorded as debits of credits in VAT control account

	Debit ✓	Credit ✓
VAT on credit purchases	✓	
VAT on cash sales		✓
VAT on purchase returns		✓
VAT on credit sales		✓
VAT on sales returns	✓	

### Question 16

Write up the sales ledger control account for the month of July from the following information:

	£
Opening balance 1 July	16,339
Credit sales for the month	50,926
Cash sales for the month	12,776
Sales returns for the month	3,446
Amount received from credit customers in the month	47,612
Settlement discounts allowed in the month	1,658
Irrecoverable debt to be written off	500
Customer cheque returned by bank 'refer to drawer'	366

Sales Ledger Control Account					
Dr			Cr		
Date	Details	£	Date	Details	£
01-Jul	Balance b/d	16,339	31-Jul	SRDB	3,446
31-Jul	SDB	50,926	31-Jul	CRB	47,612
31-Jul	CPB (RD Chq)	366	31-Jul	Discounts Allowed	1,658
			30-Jun	Bad Debt W/O	500
			30-Jun	Balance c/d	14,415
		67,631			67,631
01-Jul	Balance b/d	14,415			

### Question 17

Write up the purchases ledger control account for the month of July from the following information:

Opening balance 1 July	12,587
Cash purchases for the month	15,600
Credit purchases for the month	40,827
Purchase returns for the month	2,568
Cheques paid to trade payables in the month	38,227
Settlement discounts received from suppliers in the month	998

Purchase Ledger Control Account					
Dr			Cr		
Date	Details	£	Date	Details	£
31-Jul	PRDB	2,568	01-Jul	Balance b/f	12,587
31-Jul	CPB	38,227	31-Jul	PDB	40,827
31-Jul	Discounts Received	998			
	Balance c/d	11,621			
		53,414			53,414
				Balance b/d	11,621

### Question 18

The balance on a business's sales ledger control account at the end of June was £41,774 and the total of the list of trade receivables balances from the sales ledger came to £41,586.

The following errors were discovered:

- The sales day book was undercast by £100 on one page
- A page from the sales return day book with a total of £450 had not been posted to the control account although the individual credit notes had been recorded in the sales ledger.
- An invoice from the sales day book had been posted to the individual account in the sales ledger as £769 instead of the correct figure of £679.
- A discount allowed to one customer of £16 had been posted to the wrong side of the customer's account in the sales ledger.
- An irrecoverable debt of £210 had been written off in the customer's individual account in the sales ledger but not in the general ledger
- A credit balance in the sales ledger of £125 had been included in the list of balances as a debit balance

Write up the sales ledger control account and reconcile to the total of the list of balances from the sales ledger after taking account of the errors noted.

Sales ledger control account			
	£		£
Balance	41,774	b)	450
a)	100	e)	210
		Balance c/d	41,214
	41,874		41,874
	41,214		

Sales Ledger	£
Original total of balances	41,586
	c) -90
	d) -32
	f) -250
Amended list of balances	41,214
Amended control account balance	41,214

### Question 19

The balance on a business's purchase ledger control account at the end of June is £38,694 and the total of the list of balances in the purchase ledger came to £39,741

The following errors were noted for the month:

- A page in the purchases returns day book was overcast by £300
- A total from the cash book of £3,145 was posted to the general ledger as £3,415
- Settlement discounts received from suppliers of £267 were omitted from both the general ledger and the purchases ledger
- A credit note from a supplier for £210 was entered into the suppliers account in the purchase ledger as £120
- A debit balance on a suppliers account in the purchases ledger of £187 was omitted from the list of balances.
- A credit balance in the purchases ledger should have been included in the list as £570 but instead was recorded as £770

Write up the purchase ledger control account and reconcile to the total of the list of balances from the purchase ledger after taking account of the errors noted.

Purchase Ledger Control Account					
Dr			Cr		
Date	Details	£	Date	Details	£
	c) CPB	267		Balance b/f	38,694
				a)	300
				b)	270
	Balance c/d	38,997			
		39,264			39,264
				Balance b/d	38,997

Purchases Ledger	£
Original total of balances	39,741
c)	-267
d)	-90
e)	-187
f)	-200
Amended list of balances	38,997
Amended control account balance	38,997