

Question 9 (13 marks)**Working space**

GST on inventory: \$4 000
 GST on advertising: \$1 200
 GST on prepaid rent: \$1 800
 GST on office expenses: \$300
 GST on insurance: \$120
 GST on customs duty: \$500

Jungle Jim**General Ledger****Accounts Receivable**

| Date 2020 | Cross-reference | Amount | Date 2020 | Cross-reference | Amount |
|----------------------|------------------------|---------------|----------------------|--|---------------|
| Jan. 1 | Balance | 17 200 | Dec. 31 | Sales Returns/GST Clearing | 6 600 |
| Dec. 31 | Sales/GST Clearing | 165 000 | | Allowance for Doubtful Debts/GST Clearing | 1 100 |
| | | | | Discount Expense | 3 000 |
| | | | | Bank | 153 600 |
| | | | | Balance | 18 500 |
| | | 182 200 | | | 182 200 |

1 mark for Sales/GST Clearing.

1 mark for Sales Returns/GST Clearing.

1 mark for Allowance for Doubtful Debts/GST Clearing.

1 mark for Discount Expense.

1 mark for Balance.

GST Clearing

| Date 2020 | Cross-reference | Amount | Date 2020 | Cross-reference | Amount |
|----------------------|------------------------|---------------|----------------------|------------------------|---------------|
| Dec. 31 | Bank | 5 600 | Jan. 1 | Balance | 5 600 |
| | Accounts Receivable | 600 | Dec. 31 | Bank | 10 780 |
| | Bank | 7 920 | | Accounts Receivable | 15 000 |
| | Accounts Payable | 9 000 | | Accounts Payable | 300 |
| | Accounts Receivable | 100 | | | |

1 mark for each item on the credit side of the account (3 marks).

1 mark for Bank \$5 600 and Accounts Payable on the debit side of the account (1 mark).

1 mark for every two items correctly calculated to determine Bank \$7 920 on the debit side of the account (3 marks).

1 mark for Accounts Receivable entries on the debit side of the account (1 mark).