

SECTION 12B - QUESTION 3: **PURCHASE RETURNS, ALLOWANCES & DISCOUNTS**

Name : _____ Class : _____ <http://www.vmaps.net>

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Jan's Shop
 Prepare the Journal Entries - Record Purchases,
 Purchase Returns & Allowances, Purchase Discounts and Payments

	ECONOMIC EVENT	ACCOUNTS	DEBIT	CREDIT
a)	On Nov 4 Jan purchased \$3,000 of merchandise ON ACCOUNT 5/10/n30 from her supplier - Shawn			
b)	Nov 6 - Jan RETURNED \$500 of the merchandise to Shawn as defective Shawn accepted the return			
c)	On Nov 12 Jan ISSUED A CHECK to Shawn for full payment			
d)	On Nov 8 Sue purchased \$2,000 of merchandise ON ACCOUNT 5/10/n30 from Ted's Supplies - a 15% PURCHASE ALLOWANCE was given to Sue because of the condition of the merchandise			
e)	Nov 9 - Sue RETURNED \$500 of the merchandise to Ted as defective - Ted accepted the return			
f)	Nov 18 - Sue PAID Ted in full			

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