

# SOLE TRADER AND PARTNERSHIP ACCOUNTS WORKBOOK

## UPDATED TEXT – QUESTIONS

### CHAPTER ACTIVITIES

#### Page 47

**10.3** This Activity is about preparing reconciliations.

The sales ledger has been compared with sales ledger control account and the following differences identified:

1. Settlement (cash) discount of £120 allowed to trade receivables and entered in their sales ledger accounts has not been entered in sales ledger control account.
2. A set-off entry for £220 has been credited to the sales ledger account of Barker Limited instead of to the sales ledger account of Baker Limited.
3. In the cash book, the column for receipts from trade receivables has been undercast (underadded) by £100.
4. The account of D Doherty, £95, has been written off as irrecoverable in sales ledger, but has not been recorded in sales ledger control account.

The total of the account balances in sales ledger is £24,275 debit and the balance of sales ledger control account is £24,590 debit.

Use the following table to show the three adjustments you need to make to sales ledger control account.

Adjustment number	Amount £	Debit ✓	Credit ✓

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**10.4** This Activity is about preparing reconciliations.

The purchases ledger has been compared with purchases ledger control account and the following differences identified:

1. The total column of purchases day book has been undercast (underadded) by £500.
2. A set-off entry for £190 has been omitted from purchases ledger control account.
3. A purchases return of £240 has been debited to the purchases ledger account of Spence Limited instead of the purchases ledger account of Spencer Limited.
4. Settlement (cash) discount of £140 received from trade payables has been entered on the wrong side of purchases ledger control account.

The total of the account balances in purchases ledger is £18,790 credit and the balance of purchases ledger control account is £18,760 credit.

Use the following table to show the three adjustments you need to make to purchases ledger control account.

Adjustment number	Amount £	Debit ✓	Credit ✓

## PRACTICE ASSESSMENT 1

### Page 147: Task 2.4

This task is about preparing reconciliations.

The sales ledger has been compared with sales ledger control account and the following differences identified:

1. The total column of sales returns day book has been overcast (overadded) by £100.
2. Settlement (cash) discount allowed of £300 has been entered in the sales ledger accounts but has been omitted from sales ledger control account.
3. A credit sale of £550 has been debited to the sales ledger account of H Gaskin Ltd instead of the sales ledger account of Haskins Ltd.
4. The account of Whittle Ltd, £150, has been written off as irrecoverable in sales ledger, but has not been recorded in sales ledger control account.

The total of the account balances in sales ledger is £22,170 debit and the balance of sales ledger control account is £22,520 debit.

**Use the following table to show the three adjustments you need to make to sales ledger control account.**

Adjustment number	Amount £	Debit ✓	Credit ✓

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## UPDATED TEXT – ANSWERS

### CHAPTER ACTIVITIES

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10.3

Adjustment number	Amount £	Debit ✓	Credit ✓
1	120		✓
3	100		✓
4	95		✓

10.4

Adjustment number	Amount £	Debit ✓	Credit ✓
1	500		✓
2	190	✓	
4	280	✓	

### PRACTICE ASSESSMENT 1

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Task 2.4

Adjustment number	Amount £	Debit ✓	Credit ✓
1	100	✓	
2	300		✓
4	150		✓