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Topic 6

Subsidiary journals and ledger
Credit transactions with creditors

Question 1

1.1 Negotiating credit is cheaper than borrowing money to pay cash for the goods.
Suppliers can only charge interest after the specified credit period that was granted to the business is has expired.
The credit period gives the business time to sell the goods and use the cash from sales to pay for purchases.
1.2 The business sells on credit to increase its sales, because most people will buy more goods if they can pay for it later.
Customers that can't afford to pay cash can buy goods and pay it over the required time.
Customers that don't carry large amounts of cash with them will be able to buy more goods on credit.
The business can increase income by charging interest to customers who do not pay their debts within the agreed time.
1.3 The customer can buy on credit without paying interest if the account is settled before the due date.
The customer can invest his money and earn interest until the account must be paid.
Customers that can't afford to pay cash can buy goods and pay it over the required time.

1.4 Creditors	**Debtors**
Owe money to a creditor's that must be paid in the future.	Debtors owe money to the business that will be received in the future.
The suppliers that provide goods to a business with whom a delay in cash payment has been negotiated are called *creditors*.	A retail entity earns revenue by selling goods for cash or on credit to *debtors*.
Liability	Asset

Question 2

2.1 Debtors control	**Debtor's ledger**
A summary of all the transactions recorded in the individual accounts of all the debtors in the *debtor ledger* will be found in the debtors control account.	The individual transaction of a person/entity is recorded in their individual account in the debtors' ledger
Double entry principle.	Not part of the double entry principle.

2.2 Creditors control	**Creditors ledger**
A summary of all the transactions recorded in the accounts of all the creditors in the creditor's ledger	The individual transaction of a supplier is recorded in the individual account in the creditors' ledger
Double entry principle.	Not part of the double entry principle.

2.3 If all the transactions with creditors were correctly recorded in their accounts in the creditor's ledger, the total outstanding debt of creditors should be equal to the balance in the creditors control, because all the totals of transactions were posted to the creditors control account.

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Question 3

Original credit invoice received.	Received when goods are purchased on credit. It is used to record the transaction in the creditors journal.
Debit note issued	Issued when the business return goods to the supplier. No entry is recorded until a credit note is received from the creditor.
Original credit note received	Received from a supplier as proof that the goods were received, and the account of the business will be decreased.
Bank statement	Used to record payments with an EFT or debit card. To ensure the money deposited in the bank account is the same as the information on the cash receipts journal.

Question 4

Botha Stores
Creditors journal– July 2024 **CJ**

Doc no.	Day	Creditors	Fol.	Creditors control	Trading stock	Stationery	Sundry accounts		
							Amount	Fol.	Details
153	3	Sentra Stores		2 320	2 320				
154	4	Buck Stores		4 800	4 500	300			
155	21	Sentra Stores		6 400	1 200		5 200		Equipment
				13 520	8 020	300	5 200		

Question 5

Speedy Deliveries
Creditors journal – July 2024 **CJ**

Doc no	Day	Creditors	Fol	Creditors control	Inventory	Stationery	Sundry accounts		
							Amount	Fol	Details
59	3	Sentra Traders	C2	290	290				
60	4	Buck Stationers	C1	97		97			
61	21	Sentra Traders 540 x 90%	C2	486	486				
62	29	John Buck Stationers	C1	330		120	210	N2	Advertising
				1 203	776	217	210		
				B7 Credit	B6 Debit	N3 Debit			Debit

Question 6

Kok Traders
Creditors journal – August 2024

Doc no	Day	Creditors	Fol	Creditors control	Inventory	Stationery	Sundry accounts		
							Amount	Fol	Details
109	9	Temba		11 800	11 800				
110	13	Temba		21 800	5 800		16 000		Equipment
111	24	Quality		14 480	14 000	480			
				38 080	31 600	480	16 000		

Question 7

7.1 Normal price	100%		4 000
Trade discount	20%	4 000 x 20%	800
Purchase price	80%	4 000 x 80%	3 200

7.2 Trade discount is deducted to determine the purchase price. It is the actual price of the trading stock and the amount owed to creditors.

7.3 Cash discount is deducted to determine the purchase price. It is the actual price of the trading stock and the amount paid.

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Question 8

Speedy Deliveries Creditors ledger					
Buck Stationery					**C1**
Day	**Details of document**	**Fol**	**Debit**	**Credit**	**Balance**
July 3	Invoice 59	CJ		290	290
Sentra Traders					**C2**
Day	**Details of document**	**Fol**	**Debit**	**Credit**	**Balance**
July 21	Invoice 60	CJ		299	299
29	Invoice 61	CJ		330	629

Schedule of balances of accounts in creditors ledger (creditors list)		
Buck Stationery	C1	
Sentra Traders	C2	
Total		

Question 9

Flower Suppliers Creditors ledger					
Buck Stationers					**C1**
Date	**Details/Document No.**	**Fol**	**Debit**	**Credit**	**Balance**
July 04	Invoice 60	CJ		97	97
29	Invoice 62	CJ		330	427
Sentra Traders					**C2**
Date	**Details/Document No.**	**Fol**	**Debit**	**Credit**	**Balance**
July 3	Invoice 59	CJ		290	290
July 21	Invoice 61	CJ		486	776

Schedule of balances of accounts in creditors ledger		
John Buck Stationers	C1	427
Sentra Traders	C2	776
Total		1 203
Balance of the creditors control account		1 203

Question 10

Sarita Stores
Creditors journal – July 2024 **CJ**

Doc no	Day	Creditors	Fol	Creditors control	Trading stock	Stationery	Sundry accounts		
							Amount	Fol	Details
89	3	Quality	C1	3 840	1 440		2 400		Equipment
90	12	Menlyn Bicycles	C2	7 400			7 400		Vehicles
91	24	Quality	C1	3 200	3 200				
92	30	Quick	C3	880		880			
				15 320	4 640	880	9 800		

Sarita Stores Creditors ledger					
Quality Traders					**C1**
Date	**Details/Document No.**	**Fol**	**Debit**	**Credit**	**Balance**
Jul 3	Invoice 89	KJ		3 840	3 840
24	Invoice 91	KJ		3 200	7 040
Menlyn Bicycles					**C2**
Date	**Details/Document No.**	**Fol**	**Debit**	**Credit**	**Balance**
Jul 12	Invoice 90	KJ		7 400	7 400
Quick Printing					**C3**
Date	**Details/Document No.**	**Fol**	**Debit**	**Credit**	**Balance**
Jul 30	Invoice 92	KJ		880	880

Question 11

Match the description in column 2 with the concept in column 1.

Colomn 1		Answer	Colomn 2	
1	Creditor	E	A	A summary of the transactions in the accounts of creditors in the creditor's ledger
2	Cash transaction	D	B	A ledger where transactions are written in T-accounts. A double entry is completed for each transaction.
3	Credit transaction	F	C	A transaction with a supplier is recorded in the individual account of the supplier.
4	General ledger	B	D	Transaction when goods and services are delivered for cash.
5	Creditors control account	A	E	Supplier of goods and services that the business owes money too.
6	Creditors ledger	C	F	Transaction when goods and services are rendered on credit.

Question 12

12.1 Totals of the column	Individual transaction in the sundry account column
On the last day of the month	On the date the transaction occurred
12.2 Account debited: Trading stock	
Account credited: Creditors control	

Question 13

Botha Stores
Creditors journal– July 2024 **CJ**

Doc no.	Day	Creditors	Fol.	Creditors control	Trading stock	Stationery	Sundry accounts		
							Amount	Fol.	Details
153	3	Sentra Stores		2 464	2 320	144			
154	11	Sentra Stores		11 200	4 500	300	6 400		Drawings
155	21	Buck Stores		11 500	6 200		5 300		Equipment
				25 164	13 020	444	11 700		

Botha Stores
Creditors ledger

Buck Stores **C1**

Date	Details/Document and number	Fol.	Debit	Credit	Balance
21	Invoice 155	CJ		11 500	11 500

Sentra Stores **C2**

Date	Details/Document and number	Fol.	Debit	Credit	Balance
3	Invoice 153	CJ		2 464	2 464
11	Invoice 154	CJ		11 200	13 664

Schedule of balances of accounts in the creditor's ledger (creditors list)	
Buck Stores	11 500
Sentra Stores	13 664
Total	25 164

Question 14

Kok Traders
General ledger
Balance sheet accounts section

Equipment — **B6**

Jul 14	Creditors control		16 000				

Trading stock — **B6**

Jul 10	Creditors control		11 800				
14	Creditors control		5 800				
25	Creditors control		14 000				

Creditors control — **B7**

				Jul 10	Trading stock		11 800
				14	Equipment		16 000
					Trading stock		5 800
				25	Trading stock		14 000
					Stationery		480

Nominal accounts section

Stationery — **N3**

Jul 25	Creditors control		480				

Question 15

As all the entries are recorded in the creditors journal, only the totals of the columns in the creditors journal are posted to the creditors control account.

The number of transactions in the general ledger decreases

Question 16

Robbie Stores
Creditors journal – Julie 2024 **KJ**

Doc no	Day	Creditors	Fol	Creditors control	Trading stock	Stationery	Sundry accounts: Amount	Fol	Details
59	3	Sentra Traders	C2	500	500				
61	25	Sentra Traders	C2	3 770	3 400	170	200	N2	Advertising
62	29	Menlyn Stationers	C1	360		120	240	N2	Drawings
				4 630	3 900	290	440		
				B7	B6	N3			
				Credit	Debit	Debit			Debit

Robbie Stores
General ledger
Balance sheet accounts section

Drawings — **B5**

Jul 29	Creditors control	CJ	240				

Trading stock — **B6**

Jul 31	Creditors control	CJ	3 900				

Creditors control — **B7**

				Jul 31	Total purchases	CJ	4 630

Nominal accounts section

Advertising — **N2**

Jul 25	Creditors control	CJ	200				

Stationery — **N3**

Jul 31	Creditors control	CJ	290				

Question 17

Speedy Deliveries
Creditors journal – July 2024 **CJ**

Doc no	Day	Creditors	Fol	Creditors control	Inventory	Stationery	Sundry accounts		
							Amount	Fol	Details
59	3	Sentra Traders	C2	290	290				
61	21	Sentra Traders	C2	299	299				
62	29	Buck Stationery	C1	330		120	210	N2	Advertising
				919	589	120	210		
				B7	B6	N3			
				Credit	Debit	Debit			Debit

Speedy Deliveries
Creditors ledger

Buck Stores ***C1***

Date	*Details/Document and number*	*Fol.*	*Debit*	*Credit*	*Balance*
Jul 29	Invoice 62	CJ		330	330

Sentra Stores ***C2***

Date	*Details/Document and number*	*Fol.*	*Debit*	*Credit*	*Balance*
Jul 03	Invoice 59	CJ		290	290
21	Invoice 61	CJ		299	589

Schedule of balances of accounts in the creditor's ledger (creditors list)	
Buck Stores	330
Sentra Stores	589
Total	919
Creditors control (balance)	919

Speedy Deliveries
General ledger

Balance sheet accounts section

Trading stock **B6**

Jul 31	Creditors control	CJ	589				

Creditors control **B7**

				Jul 31	Total purchases	CJ	919

Nominal accounts section

Advertising **N2**

Jul 29	Creditors control	CJ	210				

Stationery **N3**

Jul 31	Creditors control	CJ	120				

Question 18

18.1 Total of the columns	**Individual transactions in sundry accounts column**
The last day of the month.	On the date the transaction occurs.
18.2 Account debited	Trading stock
Account credited	Creditors control

18.3 All the transactions with creditors are recorded in the individual accounts of creditors.

Can determine every day what the outstanding amount is.

Can prevent fraud because the account in the creditor's ledger can be compared to the statement of account received from the creditor.

18.4 To record all the transactions in the general ledger. One entry was recorded on the debit side and one entry was recorded on the credit side of another account.

The balances in the nominal accounts are used to determine the profit for the year.

The balances in the balance sheet accounts are used to prepare the balance sheet.

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18.5 Creditors ledger	**General ledger**
Individual accounts of creditors.	All the assets, liabilities, income and expenses are recorded in the general ledger.
No double entry is completed.	For all the transactions a double entry is completed.
18.6 Creditors journal	**Creditors ledger**
All the credit transactions for purchases and invoice received are recorded in the CJ.	The transactions for each creditor is recorded in the personal account of the creditor.
18.7 When goods are purchased on credit.	
18.8 **Creditors ledger**	**Creditors control**
Each creditors account in the creditor's ledger are used to record credit purchases, returns and payments.	The totals of the creditors control column in the CJ, CAJ and DPJ are recorded in the creditors control account.
18.9 It is a summary of all the transactions of creditors to decrease the number of transactions in the general ledger.	
18.10 The creditors control account is a summary of all the transactions, while all the individual transactions are recorded in the creditor's ledger.	

Question 19

Brown Dealers
Creditors journal – July 2024 **CJ**

Inv no	Day	Creditors	Fol	Creditors control	Inventory	Stationery	Sundry accounts		
							Amount	Fol	Details
82	6	Box		5 520	5 520				
83	11	Buck	C1	2 385		81	2 304	B5	Equipment
84	24	Box		3 552	3 360		192	N4	Packing material
85	29	Buck	C1	630		240	390	N2	Advertising
				12 087	8 880	321	2 886		
				B7	B6	N3			

Brown Dealers
Creditors ledger

Buck **C1**

Date		Details/Document No.	Fol	Debit	Credit	Balance
Jul	11	Invoice 83	CJ		2 385	2 385
	29	Invoice 85	CJ		630	3 015

Box Stores **C2**

Date		Details/Document No.	Fol	Debit	Credit	Balance
Jul	6	Invoice 82	CJ		5 520	5 520
	24	Invoice 84	CJ		3 552	9 072

Schedule of balances of accounts in creditors ledger

Buck	C1	3 015
Box Stores	C2	9 072
Total		12 087
Balance of the creditors control account		12 087

Brown Dealers
General ledger
Financial position accounts section

Equipment **B5**

Jul 11	Creditors control	CJ	2 304				

Trading stock **B6**

Jul 31	Creditors control	CJ	8 880				

Creditors control **B7**

				Jul 31	Sundry accounts	CJ	12 087

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Nominal accounts section							
			Advertising				**N2**
Jul 29	Creditors control	CJ	390				
			Stationery				**N3**
Jul 31	Creditors control	CJ	321				
			Packing material				**N4**
Jul 24	Creditors control	CJ	192				

Question 20

Quality Bicycles
Creditors journal – July 2024 **KJ**

Inv no	**Day**	**Creditors**	**Fol**	**Creditors control**	**Inventory**	**Stationery**	**Sundry accounts**		
							Amount	**Fol**	**Details**
59	3	Quality Traders	C1	8 240	8 000	240			
60	21	Parts Traders	C2	10 800	3 600		7 200	B8	Equipment
61	29	Quality Traders	C1	650		220	430	N2	Advertising
				19 690	11 600	460	7 630		
				B6	B6	N3			

Quality Bicycles
Creditors ledger

Quality Traders					**C1**
Date	**Details/Document and number**	**Fol.**	**Debit**	**Credit**	**Balance**
July 03	Invoice 59	CJ		8 240	8 240
29	Invoice 61	CJ		650	8 890
Parts Traders					**C2**
Date	**Details/Document and number**	**Fol.**	**Debit**	**Credit**	**Balance**
July 21	Invoice 60	CJ		10 800	10 800

Schedule of balances of accounts in the creditors ledger (creditors list)	
Quality Traders	8 890
Parts Traders	10 800
Total	19 690
Creditors control (balance)	19 690

Quality Bicycles
General ledger

Balance sheet accounts section							
			Trading stock				**B6**
Jul 31	Creditors control	CJ	11 600				
			Equipment				**B7**
Jul 21	Creditors control	CJ	7 200				
			Creditors control				**B8**
				Jul 31	Sundry accounts	CJ	19 690
Nominal accounts section							
			Advertising				**N2**
Jul 29	Creditors control	CJ	430				
			Stationery				**N3**
Jul 31	Creditors control	CJ	460				

Question 21

Document	**Use**
EFT/Bank statement	Electronic payment to the bank account of the creditor.
Debit card/bank statement	Use the debit card of the business to pay the creditor.

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Question 22

Speedy Deliveries
Cash payments journal – August 2024 **CPJ**

Doc nr.	Day	Name of payee	Fol	Bank	Creditors control	Trading stock	Sundry accounts		
							Amount	Fol	Details
BS	3	Tradewind Traders		380		380			
BS	6	Sentra Traders		200	200				
BS	9	Cash		95			95		Petrol
BS	10	Sentra Traders		300	300				
BS	25	Sentra Traders		2 830	2 830				
BS	31	Sentra Traders		540		540			
				4 345	3 330	920	95		

Question 23

Winnie Traders
Cash payments journal – August 2024 **CPJ**

Doc nr.	Day	Name of payee	Fol	Bank	Creditors control	Trading stock	Sundry accounts		
							Amount	Fol	Details
BS	3	Tradewind Traders		720		720			
BS	6	Sentra Traders	C2	200	200				
BS	9	Cash		95			95	N1	Petrol
BS	25	Sentra Traders	C2	2 830	2 830				
BS	31	Sentra Traders		1 260		1 260			
				5 105	3 030	1 980	95		
				B7	B6	B5			

Winnie Traders
Creditors journal – August 2024 **CJ**

Doc	Day	Creditors	Fol.	Creditors control	Trading stock	Stationery	Sundry accounts		
							Amount	Fol.	Details
32	1	Sentra Traders	C2	580	580				
33	9	Buck Stationery	C2	800		130	670	B4	Equipment
34	11	Sentra Traders	C2	3 000	3 000				
				4 380	3 580	130	670		
				B6	B5	N2			

Winnie Traders
Creditors ledger

Buck Stationery **K1**

Date	Details/Document and number	Fol.	Debit	Credit	Balance
Aug 09	Invoice 433	CJ		800	800

Sentra Traders **K2**

Date	Details/Document and number	Fol.	Debit	Credit	Balance
Aug 1	Invoice 32	CJ		580	580
6	Bank statement	CPJ	200		380
11	Invoice 34	CJ		3 000	3 380
25	Bank statement	CPJ	1 260		550

Schedule for balances of accounts in the creditor's ledger

Buck Stationery	C1	800
Sentra Traders	C2	550
Total		1 350

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Question 24

Lorraine Stores
Cash payments journal – August 2024 **CPJ**

Doc	Day	Name of payee	Fol	Bank	Creditors control	Trading stock	Sundry accounts Amount	Sundry accounts Fol	Sundry accounts Details
BS	10	Sentra Handelaars	C2	5 940	5 940				
BS	11	Will Handelaars 1 600 x 90%	C2	1 440		1 440			
BS	12	Kontant		1 200			800	N1	Lone
							400	B3	Onttrekkings
BS	31	Sentra Handelaars 2 600 x 90%		2 340		2 340			
				10 920	5 940	3 780	1 200		
				B7	B6	B5			

Lorraine Stores
Creditors journal – August 2024 **CJ**

Inv no	Day	Creditors	Fol	Creditors control	Trading stock	Stationery	Sundry accounts Amount	Sundry accounts Fol	Sundry accounts Details
89	1	Sentra Handelaars 6 600 x 90%	C2	5 940	5 940				
90	9	Dolf Winkels	C1	9 600	7 200		2 400	B4	Toerusting
91	18	Sentra Handelaars	C2	2 440	2 300	140			
				17 980	15 440	140	2 400		
				B6	B5	N2			

Lorraine Stores
Creditors ledger

Dolf Stores **C1**

Date		Details/Document No.	Fol.	Debit	Credit	Balance
Aug	9	Faktuur 90	CJ		9 600	9 600

Sentra Traders **C2**

Date		Detail/Document No.	Fol.	Debit	Credit	Balance
Aug	1	Faktuur 89	CJ		5 940	5 940
	10	Bankstaat	CPJ	5 940		-
	18	Faktuur 91	CJ		2 440	2 440

Lorraine Stores
General ledger
Balance sheet accounts section

Drawings **B3**

Aug 12	Bank	KBJ	400				

Equipment **B4**

Aug 9	Krediteurekontrole	KJ	2 400				

Trading stock **B5**

Aug 31	Krediteurekontrole	KJ	15 440				
	Bank	KBJ	3 780				

Creditors control **B6**

Aug 31	Bank	KBJ	5 940	Aug 31	Diverse rekeninge	KJ	17 980
	Saldo	o/b	12 040				
			17 980				17 980
				Sep 1	Saldo	a/b	12 040

Bank **B7**

				Aug 31	Totale betalings	KJ	10 920

Nominal accounts section:							
Wages							**N1**
Aug 12	Bank	KBJ	800				
Stationery							**N2**
Aug 31	Krediteurekontrole	KJ	140				

Schedule of balances of accounts in creditors ledger		
Dolf Stores	C1	9 600
Sentra Traders	C2	2 440
Total		12 040
Balance in creditors control		12 040

Question 25

Brown Traders
Creditors allowances journal

Doc	Day	Name of supplier	Fol	Creditors control	Trading stock	Stationery	Sundry accounts		
							Amount	**Fol**	**Details**
89	16	Sentra		1 300	610	30	660		Equipment
90	21	Temba		2 300	2 300				
91	27	Temba		480	400		80		Equipment
				4 080	3 310	30	740		

Question 26

Lee Traders
Creditors journal – April 2024

Doc	Day	Name of supplier	Fol	Creditors control	Trading stock	Stationery	Sundry accounts		
							Amount	**Fol**	**Details**
188	5	Kok Traders	C1	3 200	1 440		1 760	B1	Equipment
189	13	Adams Bazaars	C2	810	720	90			
				4 010	2 160	90	1 760		
				B2	B3	N2			

Lee Traders
Creditors allowances journal – April 2024

Doc	Day	Name of supplier	Fol	Creditors control	Trading stock	Stationery	Sundry accounts		
							Amount	**Fol**	**Details**
16	16	Adams Bazaars	C2	60	60				
17	28	Kok Traders	C5	200	200				
				260	260				
				B2	B3				

Question 27

Atlas Stores
Creditors ledger

Ottawa Traders					**C1**
Day	**Details of document and number**	**Fol**	**Debit**	**Credit**	**Balance**
April 9	Invoice 96	CJ		12 000	12 000
28	Credit note 17	CAJ	200		11 800
Orlando Bazaars					**C2**
Day	**Details of document and number**	**Fol**	**Debit**	**Credit**	**Balance**
April 13	Invoice 97 (4 800 + 120) x 90%	CJ		4 428	4 428
16	Credit note 16	CAJ	60		4 368

Question 28

Lewis Traders
Creditors allowances journal – April 2024

Doc	Day	Name of supplier	Fol	Creditors control	Trading stock	Stationery	Sundry accounts		
							Amount	Fol	Details
90	3	Temba Stores	C1	1 800	1 800				
91	17	Temba Stores	C1	480	400		80	B1	Equipment
				2 280	2 200		80		
				B2	B3				

Lewis Traders
Creditors ledger

Temba Winkels — **C1**

Day	Details of document and number	Fol	Debit	Credit	Balance
Aug 1	Saldo	a/b			8 200
3	Credit note 90	CAJ	1 800		6 400
17	Credit note 91	CAJ	480		5 920

Question 29

Flower Traders
Creditors journal – August 2024

Doc	Day	Name of supplier	Fol	Creditors control	Trading stock	Stationery	Sundry accounts		
							Amount	Fol	Details
321	1	Springs	C1	9 800	9 200	600			
322	2	Boksburg	C2	5 120			5 120		Equipment
323	16	Springs	C1	2 580	2 300		280		Consumable stores
324	26	Boksburg	C2	4 300	2 700		1 600		Equipment
				21 800	14 200	600	7 000		

Flower Traders
Creditors allowances journal – August 2024

Doc	Day	Name of supplier	Fol	Creditors control	Trading stock	Stationery	Sundry accounts		
							Amount	Fol	Details
74	18	Springs	C1	1 100	1 100				
75	25	Springs	C1	450	420	30			
76	27	Boksburg	C2	860	540		320		Equipment
				2 410	2 060	30	320		

Flower Traders
Creditors ledger

Springs Stores — **C1**

Day	Details of document and number	Fol	Debit	Credit	Balance
1	Invoice 321	CJ		9 800	9 800
13	Credit note 74	CAJ	1 100		8 700
16	Invoice 323	CJ		2 580	11 280
25	Credit note 75	CAJ	450		10 830

Boksburg Verskaffers — **C2**

Day	Details of document and number	Fol	Debit	Credit	Balance
2	Invoice 322	CJ		5 120	5 120
13	Invoice 324	CJ		4 300	9 420
27	Credit note 76	CAJ	860		8 560

Question 30

Alfie Stores
Creditors journal – August 2024 **CJ**

No	Day	Creditors	Fol.	Creditors control	Trading stock	Sundry accounts		
						Amount	Fol.	Details
68	1	ABC Stores 3 600 x 90%	C1	3 240	3 240			
69	8	Blom Stores	C2	14 400	9 000	5 400	B4	Equipment
70	13	Blom Stores	C2	2 400	2 400			
				20 040	14 640	5 400		
				B6	B5			

Alfie Stores
Creditors allowances journal – August 2024 **CAJ**

No	Day	Creditors	Fol.	Creditors control	Trading stock	Sundry accounts		
						Amount	Fol.	Details
36	9	ABC Stores	C1	600	600			
37	20	Blom Stores	C2	2 160	1 200	960	B4	Equipment
				2 760	1 800	960		
				B6	B5			

Alfie Stores
Creditors ledger

ABC Stores **C1**

Date		Details/Document number	Fol.	Debit	Credit	Balance
Aug	1	Invoice 68	CJ		3 240	3 240
	9	Credit note 36	CAJ	600		2 640

Blom Stores **C2**

Date		Details/Document number	Fol.	Debit	Credit	Balance
Aug	8	Invoice 69	CJ		14 400	14 400
	13	Invoice 70	CJ		2 400	16 800
	20	Credit note 37	CAJ	2 160		14 640

Alfie Stores
General ledger
Balance sheet accounts section

Equipment **B4**

Aug 8	Creditors control	CJ	5 400	Aug 20	Creditors control	CAJ	960

Trading stock **B5**

Aug 31	Creditors control	CJ	14 640	Aug 31	Creditors control	CAJ	1 800

Creditors control **B6**

Aug 31	Sundry accounts	CPJ	2 760	Aug 31	Sundry accounts	CJ	20 040
	Balance	o/b	17 280				
			20 040				20 040
				Sep 1	Balance	b/d	17 280

Schedule for balances of accounts in the creditor's ledger		
ABC Stores	C1	2 640
Blom Stores	C2	14 640
Total outstanding amount according to creditors ledger		17 280
Balance in creditors control		17 280

Question 31

31.1 Document	Use
Invoice received	Goods purchased on credit
Credit note received	Goods returned to supplier. Reduce debt of creditor.
Bank statement	Payment to a creditor

31.2 The same transaction in the CJ is recorded in the creditors control and creditors ledger. The total in the creditors control column is posted to the creditors control account. The individual transactions in the journals are posted to the individual accounts in the creditors ledger.

31.3 Wanneer voorraad, bates of verbruiksgoedere teruggestuur word aan verskaffers;
Wanneer korting toegestaan word deur verskaffers te opsigte van oorbetaling;
Beskadigde of verkeerde goedere afgelewer is;
Handelskortings nie toegestaan nie.

31.4 Creditors journal	**Creditors allowances journal**
Aankope op krediet word in die krediteure-joernaal aangeteken.	Terugsendings en toelaes word in die krediteure-afslagjoernaal aangeteken.
Die krediteurekontrolerekening word gekrediteer om die skuld te vermeerder.	Die krediteurekontrolerekening word gedebiteer om die skuld te verminder.
Die krediteure se rekening in die krediteuregrootboek word gekrediteer om die skuld te vermeerder.	Die krediteur se rekening in die krediteuregrootboek word gedebiteer om die skuld te verminder.

31.5

Creditors control	
Returns	Purchases
Debit note issued when goods are returned	Invoice received
Credit note received	

Debtors control	
Sales	Returns
Invoice issued	Credit note issued

Creditors	**Debtors**
The business **receives** invoices and credit notes from creditors.	The business issue invoices and credit notes to debtors.

31.6	
Credit:	Purchases and interest charged are recorded on the credit side to increase the debt of creditor. Added to the balance to increase debt.
Debit:	Returns and payments are recorded on the debit side to reduce the debt of the creditor. Deducted from the balance to decrease the balance.

Question 32

Atlas Stores
Creditors journal – April 2024

Inv no	Day	Creditors	Fol	Creditors control	Trading stock	Stationery	Sundry accounts		
							Amount	Fol	Details
46	5	Ottawa Traders	C1	3 200	1 440		1 760	B1	Equipment
47	13	Orlando Traders	C2	810	720	90			
				4 010	2 160	90	1 760		
				B2	B3	N2			

Atlas Stores
Creditors allowances journal – April 2024

C/N	Day	Creditors	Fol	Creditors control	Trading stock	Stationery	Sundry accounts		
							Amount	Fol	Details
16	16	Orlando Traders	C2	60	60				
17	28	Ottawa Traders	C1	200	200				
				260	260				
				B2	B3				

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Atlas Stores
Cash payments journal – April 2024

Doc No	Day	Name of payee	Fol	Bank	Creditors control	Sundry Accounts Amount	Fol	Details
BS	26	Orlando Traders	C2	500	500			
BS	30	Ottawa Traders	C1	3 000	3 000			
				3 500	3 500			
				B4	B2			

Atlas Stores
General ledger
Balance sheet accounts section

Equipment **B1**

Apr 5	Creditors control	CJ	1 760				

Creditors control **B2**

Apr 30	Sundry accounts	CAJ	260	Apr 30	Sundry accounts	CJ	4 010
	Bank	CPJ	3 500				
	Balance	c/d	250				
			4 010				4 010
				May 1	Balance	b/d	250

Inventory **B3**

Apr 30	Creditors control	CJ	2 160	Apr 30	Creditors control	CAJ	260

Bank **B4**

				Apr 30	Total payments	CPJ	3 500

Nominal account section

Stationery **N2**

Apr 30	Creditors control	CJ	90				

Atlas Stores
Creditors ledger

Ottawa Traders **C1**

Date	Details/Document No.	Fol.	Debit	Credit	Balance
April 5	Invoice 46	CJ		3 200	3 200
28	Credit note 17	CAJ	200		3 000
30	EFT/Bank statement	CPJ	3 000		-

Orlando Traders **C2**

Date	Details/Doc. No.	Fol.	Debit	Credit	Balance
April 13	Invoice 47	CJ		810	810
16	Credit note 16	CAJ	60		750
26	EFT/Bank statement	CPJ	500		250

Schedule of balances of accounts in the creditor's ledger		
Ottawa Traders	C1	-
Orlando Traders	C2	250
Total		250
Balance in creditors control		250

Question 33

Bronwin Stores
Creditors journal- July 2024 **CJ**

Doc no.	Day	Details	Fol	Creditors control	Trading stock	Sundries account Amount	Fol	Details
85	9	Flower Stores	C1	2 320	2 320			
86	16	Grass Stores	C2	4 000	3 600	400	N5	Stationery
				6 320	5 920	400		
				B7	B6			

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Bronwin Stores
Creditors allowances journal- July 2024 **CAJ**

Doc no.	Day	Details	Fol	Creditors control	Trading stock	Sundries account		
						Amount	Fol	Details
70	13	Flower Stores	C1	400	400			
71	19	Grass Stores	C2	240	200	40	N5	Stationery
				640	600	40		
				B7	B6			

Bronwin Stores
Cash payments journal – July 2024 **CPJ**

Doc no	Day	Name of beneficiary	Fol.	Bank	Wages	Trading stock	Creditors	Sundry accounts		
059	2	Charles Stores		21 750		17 250		4 500	B5	Equipment
060	6	Cash		1 160	160			1 000	B4	Drawings
061	20	Pretor		2 360				2 360	N4	Rent
062	22	Cash		280	160			120	N%	Stationery
063	25	Flower Stores	C1	3 000			3 000			
064	26	Grass Stores	C2	7 190			7 190			
065	27	Avoca Traders		2 520		2 520				
066		Midrand								
		Transporters		45		45				
				38 305	320	19 815	10 190	7 980		
				B8	N3	B6	B7			

Bronwin Stores
Creditors ledger

C1 Flower Stores

Date	Details/ doc no.	Fol.	Debit	Credit	Balance
July 1	Balance				6 500
9	Invoice 85	CJ		2 320	8 820
13	Credit note 70	CAJ	400		8 420
25	Bank statement	CPJ	3 000		5 420

C2 Grass Stores

Date	Details/ doc no.	Fol.	Debit	Credit	Balance
July 1	Balance				3 430
16	Invoice 86	CJ		4 000	7 430
19	Credit note 71	CAJ	240		7 190
26	Bank statement	CPJ	7 190		-

Creditors list	
Flower Stores	5 420

Bronwin Stores
General ledger

Drawings **B4**

July 6	Bank	CPJ	1 000				

Equipment **B5**

July 2	Bank	CPJ	4 500				

Trading stock **B6**

July 1	Balance	b/d	6 200	July 31	Creditors control	CAJ	600
31	Bank	CPJ	19 815		Balance	c/d	31 335
	Creditors control	CJ	5 920				
			31 935				31 935
Aug 1	Balance	b/d	31 335				

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Creditors control							**B7**
July 31	Bank	CPJ	10 190	July 1	Balance	b/d	9 930
	Sundry accounts	CAJ	640	31	Total purchases	CJ	6 320
	Balance	c/d	5 420				
			16 250				16 250
				Aug 1	Balance	b/d	5 420
Bank							**B8**
July 1	Balance	b/d	6 720	July 31	Total payments	CPJ	38 305
Wages							**N3**
July 31	Bank	CPJ	320				
Rent							**N4**
July 20	Bank	CPJ	2 360				
Stationery							**N5**
July 16	Creditors control	CJ	400	July 19	Creditors control	CAJ	40
July 22	Bank	CPJ	120				