

Student ID No. - - -

Name

AC201-BE-1-2015

 /20**AC201 Fundamental Accounting
Quiz #7**

The following information was drawn from the records of Claire Comfort Inc. for March 2015.

- Mar 9 Sold \$3,170 of merchandise to ZZ Company on account, terms 1/15, n/30.
 Mar 12 Sold \$1,500 of merchandise to YY Company on account, terms 2/10, n/45.
 Mar 13 ZZ Company returned \$1,770 of merchandise to Claire Comfort because they were the wrong products. Claire Comfort did not give cash refund to ZZ Company, but give a full account credit for this return.
 Mar 17 Wrote off an account of \$980 after the customer went bankrupt.
 Mar 19 ZZ Company paid the remaining balance due to Claire Comfort.
 Mar 21 Sold merchandise to XX Company, who paid the \$4,650 purchase on VISA credit card. VISA charged Claire comfort a 2% credit card fee.
 Mar 31 Amount of expense related to uncollectible receivables was estimated to be \$800.

Require:

- (a) Record this series of transactions in the general journal of Claire Comfort Inc.

GENERAL JOURNAL			
Date	Account Titles and Explanation	Debit	Credit
Mar 9	Accounts receivable - ZZ	3,170	
	Sales revenue (REV+)		3,170
Mar 12	Accounts receivable - YY	1,500	
	Sales revenue (REV+)		1,500
Mar 13	Sales returns and allowances (XREV+, REV-)	1,770	
	Accounts receivable - ZZ		1,770
Mar 17	Allowance for doubtful accounts (XA-, A+)	980	
	Accounts receivable		980
Mar 19	Cash	1,386	
	Sales discounts (XREV+, REV-)	14	
	Accounts receivable - ZZ		1,400
Mar 21	Cash	4,557	
	Credit card discounts (XREV+, REV-)	93	
	Sales revenue (REV+)		4,650
Mar 31	Bad debt expense (EXP+)	800	
	Allowance for doubtful accounts (XA+, A-)		800

- (b) Show computation of net sales of Claire Comfort Inc. for the month ended Feb March 31, 2015.

Sales revenue	9,320
Less Sales returns	1,770
Sales discounts	14
Credit card discounts	93
Sales revenue – net	7,443