2	Raheem is a trader who makes all his sales on credit. He prepared the following sales ledger
	control account for the month of December 2015:

	\$		\$
Balance b/d	22380	Sales returns journal	1440
Sales journal	16910	Bank	17380
•		Balance c/d	<u>20470</u>
	39290		39290
Balance b/d	20470		

Raheem extracted a list of customer account balances from the sales ledger at 31 December 2015 totaling \$18740. This did not agree with the balance on the control account.

The following errors were found:

- 1 A sales invoice for \$960 had been correctly recorded in the sales journal, but had not been posted to the customer's ledger account.
- 2 A customer's irrecoverable debt of \$250 had not been written off in any of Raheem's books of account.
- A cheque received, \$670, from a customer had been correctly recorded in the cash book. It had been entered on the debit side of the customer's ledger account as \$760.
- 4 A cheque received, \$200, from a customer had been returned unpaid by the customer's bank. No entry in respect of the returned cheque had been made in any of Raheem's books of account.
- 5 Discounts allowed of \$830 had not been entered in the control account. They had been entered in the customers' ledger accounts.
- A contra to the purchases ledger of \$1370 had been entered in the customer's sales ledger account, but had not been included in the control account.

REQUIRED

(a) Prepare the updated sales ledger control account for the month of December 2015. Start your answer with the balance brought down of \$20470.

Sales ledger control account
[5

(D)	the closing balance on the amended sales ledger control account.
	[5]
(c)	State three advantages to a business of maintaining a sales ledger control account.
	1
	2
	3
(d)	State two types of errors that will not be identified by producing a sales ledger control account.
	1
	2
	[2]