**Question 1**

The following are the transactions for Cherry Pte Ltd for the month of March 2022:

|  |  |
| --- | --- |
| Mar 1 | Cherry Pte Ltd issued 60,000 ordinary shares at $1 each to Cherry, being cash received amounting to $60,000 for investing in the company. |
| 5 | Bought inventory on credit from Janson for $13,000. |
| 11 | Returned $4,000 inventory to Janson as it was damaged. |
| 15 | Paid the following expenses:  Salary $1,000  Utilities $400 |

**Required:**

Prepare journal entries for the above transactions. Narration is not required.

**Question 2**

The following are the transactions for Dolly Pte Ltd for the month of August 2021:

|  |  |
| --- | --- |
| Aug 1 | Dolly Pte Ltd issued 90,000 ordinary shares at $1 each to Maisy being cash received amounting to $90,000 for investing in the company. |
| 9 | Bought inventory on credit from Dempsy for $25,000. |
| 17 | Sold inventory on credit to Fanny for $20,000. The cost of inventory sold was $6,000. |
| 19 | Fanny returned $3,000 inventory due to damage. The cost of inventory returned was $1,000. |

**Required:**

Prepare journal entries for the above transactions. Narration is not required.

**Question 3**

The following are the transactions for Wildo Pte Ltd for the month of April 2022:

|  |  |
| --- | --- |
| Apr 1 | Wildo received 80,000 ordinary shares at $1 each from Wildo Pte Ltd after investing $80,000 cash in the business. |
| 3 | Took a bank loan of $30,000. |
| 7 | Bought supplies amounting to $1,500 by cash. |
| 10 | Paid $2,400 for a 12 month insurance policy commencing 1 May. |
| 15 | Received $6,000 for 3 months of consultancy fees to be provided from May to July. |

**Required:**

Prepare journal entries for the above transactions. Narration is not required.

**Question 4**

The trial balance of Colin Pte Ltd is shown below:

|  |  |  |
| --- | --- | --- |
| **Colin Pte Ltd**  **Trial Balance as at 31 March 2022** | | |
|  | Debit ($) | Credit ($) |
| Accounts receivable, Melon | 29,000 |  |
| Office equipment | 34,000 |  |
| Cash | 12,000 |  |
| Prepaid insurance | 24,000 |  |
| Inventory | 21,000 |  |
| Supplies | 3,500 |  |
| Bank loan |  | 25,000 |
| Accounts payable, Jill |  | 17,000 |
| Unearned consultancy revenue |  | 9,000 |
| Ordinary share capital |  | 60,000 |
| Sales revenue |  | 45,000 |
| Sales returns | 4,500 |  |
| Cost of sales | 9,000 |  |
| Insurance expense | 2,000 |  |
| Advertising expense | 5,000 |  |
| Rental expense | 4,000 |  |
| Salary expense | 7,000 |  |
| Utilities expense | 1,000 |  |
|  | 156,000 | 156,000 |

**Required:**

1. Prepare a Statement of Profit or Loss for the month ended 31 March 2022.
2. Prepare the Statement of Financial Position as at 31 March 2022.