

Solution:

(1)

To find the total acquisition cost, we need to summarize all the entries into a tabular format. Here is the summary of all the transactions as a table:

Particulars	Amount (in \$)
Purchase of Merchandise	195,000
Add: Shipping Charges	10,000
Less: Purchase Returned	(9,000)
Less: Discount on Purchase	(3,900)
Total Cost of Steel Purchased	192,100

The cost of steel thus acquired would be:

$$\text{Cost of Steel Acquired} = \$192,100$$

(2)

Journal entries for the transaction would be as follows, assuming a periodic method.

JOURNAL ENTRIES FOR PURCHASE OF STEEL			
Name: Horwarth Co.			
Date	Particulars	Debit	Credit
5 July	Purchases To Accounts Payable (Being purchase of sheet steel from Northwest Steel Co.)	195,000	195,000
5 July	Shipping Expenses To Cash (Being paid for shipment of steel)	10,000	10,000
10 July	Accounts Payable To Purchases Return (Being return of faulty steel)	9,000	9,000
1 August	Accounts Payable To Cash To Discount (Being payment of the dues)	186,000	182,100 3,900