

Solution:

Under the perpetual inventory system, the sales record the decrease in the inventory at the same time. Thus, we can record the entry in the journal as follows:

JOURNAL ENTRY (in millions of \$)			
Date	Particulars	Debit	Credit
	Cost of Goods Sold To Inventory	17	17

Under the periodic inventory system, the purchases and allowances are recorded and there is no entry made for the accounting during the sales.