The Journal entries are as follows for Southcenter Variety Store:

|  |  |  |  |
| --- | --- | --- | --- |
| GENERAL JOURNAL  Name: **Southcenter Variety Store** | | | |
| **Date** | **Particulars** | **Debit** | **Credit** |
| 1 Jan  2012 | Accounts Receivable  Bad Debts Expense  To Sales  To Allowance for Debts  (Being carry over of debts from previous years’ balance) | 950,000  40,000 | 950,000  40,000 |
| 2 Feb  2012 | Allowance for Debts  To Accounts Receivables  (Being waiving of the accounts of the customers) | 31,000 | 31,000 |
| 4 Aug  2012 | Accounts Receivables  To Allowance for Debts  (Being reversal of entries due to unexpected payments) | 10,000 | 10,000 |
| 4 Aug  2012 | Cash  To Accounts Receivables  (Being return of money to bad debts) | 10,000 | 10,000 |