**Practice 13**

The following was the Trial Balance which was incorrectly drawn up:

Trial Balance

As At 31 January Year 13

|  |  |  |
| --- | --- | --- |
|  | **Debit** | **Credit** |
|  | **RM** | **RM** |
| Capital, 1 February Year 12 | 5,500 |  |
| Drawings | 2,800 |  |
| Inventory, 1 February Year 12 |  | 2,597 |
| Trade Receivables |  | 2,130 |
| Furniture and Fittings | 1,750 |  |
| Cash in Hand | 1,020 |  |
| Trade Payables |  | 2,735 |
| Sales |  | 7,430 |
| Returns Inwards |  | 85 |
| Discounts Received | 46 |  |
| Salaries | 950 |  |
| Purchases | 4,380 |  |
|  | **16,446** | **14,977** |

After the preparation of the above Trial Balance, but before drawing up the financial statements, the following errors were discovered:

1. A payment of RM 75 made to a creditor was not posted to Purchase Ledger.
2. A cheque for RM 56 received from a customer was posted to his account as RM 50.
3. Purchase of furniture for RM 500 was included in Purchases account.
4. The total of discounts allowed column in Cash Book of RM 38 was not posted to General Ledger.
5. A page of Sales Journal was correctly totaled as RM 564 but carries forward to the next page as RM 456.

**You are required to:**

1. Show the correcting Journal entries of all the corrections made;
2. Prepare a Suspense account and calculate the difference per Trial Balance;
3. Redraft the Trial Balance after all the corrections were made.