**Unified Exam Bookkeeping and Accounts Past Year Papers Collection - Year 2017 Question 4**

On 1 April 2017, Jun Yong Enterprise and Hong Xian Trading entered into a consignment agreement. The following terms and conditions were agreed by both parties:

1. Any charges and expenses incurred in the consignment business would be paid on behalf by consignee and reimbursed later.
2. A 8% sales commission would be given to consignee.
3. Consignee would be entitled to a 3% del credere commission.
4. A half-yearly interim Account Sales should be submitted by consignee.

The following was the Account Sales sent by the consignee:

Interim Account Sales

To: Jun Yong Enterprise 30 September 2017

|  |  |  |  |
| --- | --- | --- | --- |
|  | **RM** |  | **RM** |
| Goods received on 5 April 2017: 650 units |  |  |  |
| Sales: Cash sales (200 units @ RM 120) |  |  | 24,000 |
| Credit Sales (300 units @ RM 150) |  |  | 45,000 |
|  |  |  | 69,000 |
| *Less:* Charges and Expenses |  |  |  |
| Carriage Charges | 975 |  |  |
| Warehouse Charges | 705 |  |  |
| Selling Expenses | 1,445 |  |  |
| Del Credere Commission | ? | (i) |  |
|  | ? | (ii) |  |
|  |  |  | (9,995) |
| Total amount payable |  |  | 59,005 |
| *Less:* Bill payable (accepted on 7 April 2017) |  |  | (20,000) |
| Bank draft herewith |  |  | 39,005 |

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Hong Xian Trading



Information provided by the consignor was as follows:

1. Goods sent on consignment on 2 April 2017 was 650 units which cost RM 60 per unit.
2. Freight charges of RM 3,500 and insurance premium of RM 2,100 were paid on 3 April 2017 for the goods sent.
3. On 7 April 2017, consignor drew a two-month bill of RM 20,000 to consignee, and the bill was discounted on 8 April 2017.

5% discounting charges was incurred, and it would be treated as consignment expenses.

**You are required to:**

1. show the following accounts for the period ended 31 December 2017:
2. in the books of Jun Yong Enterprise:
3. Consignment;
4. Consignee - Hong Xian Trading.
5. in the books of Hong Xian Trading:

Consignor - Jun Yong Enterprise.