1. In the books of **Ling Bhd**

**General Ledger**

**(i) Consignment to Mr. Tan**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2020 |  | **RM** | 2020 |  | **RM** |
| Mar 1 | Goods Sent on Consignment | 60,000 | Mar 5 | Consignee - Mr. Tan |  |
| 1 | Bank - Freight Expenses | 2,100 |  | - Insurance Claim | 2,000 |
|  | - Insurance Expenses | 1,000 | Jn 30 | Consignee - Mr. Tan |  |
| 5 | Consignee - Mr. Tan |  |  | - Credit Sales | 54,000 |
|  | - Carriage Expenses | 500 | 30 | Unsold Inventory c/d | 23,054 |
|  | - Storage Expenses | 400 |  |  |  |
| 10 | Bills Receivable |  |  |  |  |
|  | - Discounting Charges | 500 |  |  |  |
| Jn 30 | Consignee - Mr. Tan |  |  |  |  |
|  | - Selling Expenses | 480 |  |  |  |
| 30 | Consignee - Mr. Tan |  |  |  |  |
|  | - Sales Commission | 2,700 |  |  |  |
|  | - Del Credere Commission | 540 |  |  |  |
| 30 | Profit on Consignment | 10,834 |  |  |  |
|  |  | 79,054 |  |  | 79,054 |
|  |  |  |  |  |  |
| Jul 1 | Unsold Inventory b/d | 23,054 |  |  |  |

**(ii) Consignee - Mr. Tan**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2020 |  | **RM** | 2020 |  | **RM** |
| Mar 5 | Consignment - Insurance Claim | 2,000 | Mar 5 | Bills Receivable | 40,000 |
| Jn 30 | Consignment to Mr. Tan |  | 5 | Consignee to Mr. Tan |  |
|  | - Credit Sales | 54,000 |  | - Carriage Expenses | 500 |
|  |  |  |  | - Storage Expenses | 400 |
|  |  |  | Jn 30 | Consignment |  |
|  |  |  |  | - Selling Expenses | 480 |
|  |  |  | 30 | Consignment |  |
|  |  |  |  | - Sales Commission | 2,700 |
|  |  |  |  | - Del Credere Commission | 540 |
|  |  |  | 30 | Bank - Sight Draft | 11,380 |
|  |  | 56,000 |  |  | 56,000 |

**Workings:**

1. Unsold Inventory c/d: RM [60,000 x 18/50 + (2,100 + 1,000) x 18/50 + (500 + 400) x 18/48] ~= RM 23,054
2. Sales Commission: RM 54,000 x 5% = RM 2,700 & Del Credere Commission: RM 54,000 x 1% = RM 540
3. In the books of **Mr. Tan**

**General Ledger**

**(i) Consignment - Ling Bhd.**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2020 |  | **RM** | 2020 |  | **RM** |
| Mar 5 | Bills Payable | 40,000 | My 20 | Bank - Insurance Claim | 2,000 |
| 5 | Bank - Carriage Expenses | 500 | Jn 30 | Consignment Accounts |  |
|  | - Storage Expenses | 400 |  | Receivable - Credit Sales | 54,000 |
| Jn 30 | Bank - Selling Expenses | 480 |  |  |  |
| 30 | Commission Income |  |  |  |  |
|  | - Sales Commission | 2,700 |  |  |  |
|  | - Del Credere Commission | 540 |  |  |  |
| 30 | Bank - Sight Draft | 11,380 |  |  |  |
|  |  | 56,000 |  |  | 56,000 |
|  |  |  |  |  |  |

**(ii) Accounts Receivable**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| 2020 |  | **RM** | 2020 |  | **RM** |
| Jn 30 | Consignment - Ling Bhd. |  | Jn 30 | Bank | 52,800 |
|  | - Credit Sales | 54,000 | 30 | Bad Debts | 130 |
|  |  |  | 30 | Balance c/d | 1,070 |
|  |  | 54,000 |  |  | 54,000 |
|  |  |  |  |  |  |
| Jul 1 | Balance b/d | 1,070 |  |  |  |
|  |  |  |  |  |  |