**Unified Exam Bookkeeping and Accounts Past Year Papers Collection - Year 2014 Question 5**

Tan, Xu, and Lee entered into a joint venture in plantation business. They agreed that profit and losses in joint venture should be shared equally.

The transactions regarding the venture are as follows:

|  |  |  |
| --- | --- | --- |
| 2014 | |  |
| July | 3 | Tan rented a piece of land for RM 3,500. |
|  | 10 | Xu bought seeds of cost RM 1,000. |
|  | 10 | Xu supplied to Tan all the seeds bought. |
|  | 15 | Tan and Xu received RM 2,500 and RM 800 respectively from Lee. |
|  | 17 | Tan employed labour for planting and paid RM 1,500. |
| Aug | 19 | Xu paid carriage of RM 200. |
|  | 25 | Tan paid the following expenses:  Sundries RM 70, transportation RM 100 and fertilizer RM 400. |
| Sept | 29 | Lee employed labour for harvesting and paid RM 800. |
|  | 30 | Lee paid selling expenses of RM 300. |
|  | 30 | Lee received cash from sales proceeds of RM 13,270. |

Note: Any outstanding balances between the parties were settled by cash on 30 September 2014.

**You are required to** prepare the following accounts:

1. Joint Venture Account in the books of Tan, Xu and Lee respectively.
2. Memorandum Joint Venture Account to show the profit or loss on joint venture.