**2021 Chong Hwa Klang Paper 2 Question 5**

On 1 January 2020, Xin B h of Penang consigned 100 units of air fryer to its agent Peter Trading in Indonesia. The cost of the air fryer was RM 80 each. The following information were related to the business:

|  |  |
| --- | --- |
|  | **RM** |
| Pro-forma Invoice issued | 25,000 |
| Shipping Insurance | 1,350 |
| Freight Outwards | 900 |

Peter Trading accepted the bill which drawn by Xin B h for one month which amounted RM 6,000 on 3 January 2020. Xin B h immediately discounted the bill with its bank for RM 5,900. The discounting charges should set off against the profit on consignment.

During the voyage 5 units of the consignment goods were completely destroyed by fire. Xin B h received a cheque for RM 750 as compensation from its insurance company for the loss on 10 January 2021.

On 12 January 2020, Peter Trading received all the balance of goods consigned and paid warehouse rental and storage wages of RM 500 and RM 700 respectively. On checking the goods received, Peter Trading found that 2 units of air fryer was unable to function properly, and returned it to Xin B h on 15 January 2020. On the same date, Peter Trading paid for freight charges of RM 180 for goods returned.

Xin Bhd and Sun Trading's accounting year ended on 30 June every year. Xin B h received an Account Sales which stated that:

Goods sold on credit : 50 units at RM 250 per unit

Goods sold on cash : 31 units at RM 220 per unit

Expenses incurred (excluded the above expenses paid by Peter Trading):

|  |  |
| --- | --- |
|  | **RM** |
| Selling and Distribution expenses | 340 |
| Carriage Outwards | 120 |
| Sales Commission | 5% on total sales value |
| Del Credere Commission | 2% on credit sales value |

A cheque drawn by Peter Trading for the balance due to Xin B h was enclosed with the Account Sales.

On 30 June 2020, Peter Trading had received all the debts due to its credit customers, except for RM 440 which was a balance from an insolvent customers.

**Required:**

1. Prepare the following accounts in the books of Xin Bhd:
2. Consignment Account
3. Consignee Account
4. Prepare the following account in the books of Peter Trading:
5. Consignor Account

**(Note : Give your answer in round figure)**