**2022 Chung Ling (Private) High School Paper 2 Question 4**

Luo Qi and Freddrick enter into a joint venture dealing in selling Chinese dumplings in Farlim Night Market for the whole month of Hungry Ghost Festival. Profit and losses were to be shared in the ratio 2:1, each party recorded the transactions in their own books.

The following joint venture transactions took place:

|  |  |  |
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| 2022 |  |  |
| August | 1 | Luo Qi bought 100 Chinese dumplings on credit from Melody for RM5 each. |
|  | 2 | Freddrick rented a store for RM100 per month. |
|  | 3 | Luo Qi use his own car for delivery purpose and charged the business RM200  of Motor Van Charges. |
|  | 5 | Luo Qi paid insurance for their store RM90. |
|  | 7 | Freddrick brought in 200 Chinese dumplings of RM5 each from his existing business. |
|  | 9 | 70 Chinese dumplings had been sold at RM560 to Yan Jun Restaurant by Luo Qi. |
|  | 10 | Luo Qi was informed by Yan Jun Restaurant that, 10 Chinese dumplings gone bad, thus he immediately replace 10 Chinese dumplings to Yan Jun Restaurants. |
|  | 12 | Yan Jun Restaurant made full settlement on the amount owed after a 5% of cash discount had been provided. |
|  | 14 | Luo Qi made payment to Melody for the amount due after 4% of cash discount had been allowed. |
|  | 16 | Shawn bought 30 Chinese dumplings for RM8 each by cash from Luo Qi. |
|  | 19 | Freddrick took 5 Chinese dumplings at cost RM5 for his family members. |
|  | 20 | Cash sales made by Freddrick RM800 for 100 Chinese dumplings. |
|  | 25 | Freddrick sold 75 Chinese dumplings to Zheng Jie Restaurants for RM600 by cash. |
|  | 31 | Joint Venture ended and the remaining Chinese dumplings was donated to old folk home. |

A final settlement was made between the venturers by cash and the venture was closed.

**You are required to prepare:**

1. Joint Venture accounts in the books of both venturers;
2. Memorandum Joint Venture Account.