**Sample Transactions:** The following chart of accounts shall be used in journalizing the transactions.

**Chart of Accounts:**

Cash

Accounts Receivable

Merchandise Inventory

Accounts Payable

Mabantok, Capital

Mabantok, Drawing

Sales

Sales Discount

Sales Returns and Allowances

Cost of Goods Sold

Advertising Expense

Utilities Expense

Salaries Expense

Rent Expense

Taxes and Licenses

Freight Out

Sabel Mabantok is the owner of Humok General Merchandise. The transactions for the month of September 2021 consisted of the following:

**September**

1 Received P150,000 cash from Sabel Mabantok as initial investment.

2 Bought Merchandise on account P50,000. Term 10/30, N/40.

3 Sold merchandise on account P40,000. The actual cost of goods sold is P15,000. Term 5/10, N/30.

5 Received returns from Sept. 3 sale, P5,000, cost of inventory is P1,000.

8 Paid taxes and licenses, P10,000 to the city government.

9 Additional investment of Sabel Mabantok, P50,000.

12 Received Sept. 3 sales, net discount.

15 Bought merchandise for cash, P80,000 and paid freight on shipment, P2,000.

17 Return P3,000 cost of goods purchased on Sept.15.

19 Sold merchandise on account amounting to P60,000, the cost of goods sold is P30,000.

20 Paid freight for Sept. 19 transaction P500.

21 Paid the account on Sept.2.

The owner took cash from the business, P10,000.

22 Received returns from Sept. 19 sales, P7,000., cost of inventory P2,000.

25 Sold merchandise on account, P60,000. The actual cost of goods sold is P20,000.

28 Paid advertisement, P2,000.

30 Paid utilities for the month, P1,500.

30 Paid salaries to employees, P30,000.

30 Paid rentals for the month, P3,000.

**Required:** Prepare Journal Entries, T-Accounts, Trial Balance, Statement of Financial Performance, Statement of Changes in Owner’s Equity, Statement of Financial Position