

PRACTICE SET (PERFORMANCE TASK) DUE ON OR BEFORE JANUARY 25, 2021

THE WEALTHY Co. is a wholesaler of office and school supplies. The following are the transactions of THE WEALTHY Co. for the first month of its operations. All cash disbursements are made by bank check. Assume perpetual inventory method is used. The answer for July 1 is provided as a guide for the succeeding transactions.

Date	Transaction	Amount	Business/Bank forms to be filled up	Journal	Journal Entry
July 1	Winnie Sy made initial contribution to the business by depositing money in the company's bank account.	P200,000	Deposit Slip	Cash Receipts	Dr Cash 200,000 Cr Sy, Capital 200,000
July 1	Purchased laptop from Computershops Inc. for office use. Payment term: COD (Cash on Delivery).	P45,000	Purchase Order	Cash Disbursement	Dr Office Equipment 45,000 Cr Cash 45,000
July 2	Paid advance rental for 6 months.	30,000	Check Deposit	Cash Disbursement	Dr Rental Expenses 30,000 Cr Cash 30,000
July 4	Received 200 reams of bond papers (inventory) ordered from Jude Corp. Payment terms: 2/10, n/30.	25,000	Receiving Report		
July 7	Delivered 150 reams of bond papers to Aurora Company. Payment terms: 2/10, n/20. Cost of merchandise was P18,750.	41,250	Delivery Receipt		
July 8	Paid the July 4 purchases	24,500	Check Voucher		

July 15	Paid salary of employee	7,000	Check voucher		Dr Salaries Expense 7,000 Cr Notes Payable 7,000
July 16	Received payment from the July 7 sales.	40,425	Receiving Report		Dr Sales Cr Accounts Receivable

Date	Transaction	Amount	Business/Bank forms to be filled up	Journal	Journal Entry
July 18	Sold 20 reams of bond papers to Audrey Company. Audrey picked up the merchandise from the store. Payment term: 15 days. Cost of merchandise was P2,500.	5,500	Sales Invoice		
July 19	Received 10 boxes of ballpoint pens from Mickey Inc. Payment terms: COD	25,000	Delivery Receipt	Cash Disbursement	Dr Supplies Expense 25,000 Cr Cash 25,000
July 22	Over the counter sale of 4 boxes of ballpoint pens to Happy Company. Payment term: Cash Cost of merchandise was P 10,000	22,000	Sales Invoice		
July 23	Received 10 calculators from Plusminus Corporation. Payment terms: 30 days.	3,000	Receiving Report		
July 24	Sold 6 calculators to Joel Company. Joel picked up the merchandise from the store. Payment Term: 15 days. Cost of merchandise was P1,800	3,960	Sales Invoice		
July 25	Paid electricity bill.	7,400	Check voucher		Dr Utilities Expense 7,400 Cr Notes Payable 7,400

July 26	Received 2 defective calculators from Joel Company. Cost of defective calculators is P 600	1,320	Receiving Report			
July 31	Over the counter cash withdrawal by the owner, Winnie Sy, for her personal expenses.	10,000	Withdrawal Slip	Cash Disbursement	Dr Sy Drawings	10,000
					Cr Cash	10,000