Blog Question

Topic: Cash Book Class: 9-T Week: 6-10 Nov, 17

**Q.** Henry York is a sole trader who keeps records of his cash and bank transactions in a three column

cash book. His transactions for the month of March were as follows:

March

1 Cash in hand $100, Cash at bank $5,672

4 York received a cheque for $1,246 from W Abbot which was paid directly into the bank.

This represented sales.

6 Paid wages in cash $39

8 Sold goods for cash $152

10 Received cheque from G Smart for $315, in full settlement of a debt of $344; this was

paid directly into the bank.

11 Paid sundry expenses in cash $73

14 Purchased goods by cheque for $800

18 Paid J Sanders a cheque of $185 in full settlement of a debt of $201

23 Withdrew $100 from the bank for office purposes

24 Paid wages in cash $39

26 Sold goods for cash $94

28 Paid salaries by cheque $230

31 Retained cash amounting to $150 and paid the remainder into the bank

**Required**:

(a) Draw up a three column cash book

(b) Enter the above transactions within T-accounts and bring down the balances.