

**2004 Inv. A – Group 6**

Use the following information to answer questions 35 through 40. Write the identifying letter of the best response on your answer sheet.

<b>Sales</b>	<b>68,250</b>	<b>Net Income</b>	<b>11,444</b>
<b>Cost of Mdse Sold</b>	<b>30,464</b>	<b>Transportation In</b>	<b>2,649</b>
<b>Purchases</b>	<b>32,410</b>	<b>Purchases Returns &amp; Allow.</b>	<b>1,845</b>
<b>Beginning Inventory</b>	<b>8,500</b>	<b>Sales Discounts</b>	<b>1,870</b>
<b>Purchases Discounts</b>	<b>2,050</b>	<b>Sales Returns &amp; Allow.</b>	<b>1,580</b>

35. Net sales are:

- A. \$64,800
- B. \$66,380
- C. \$66,670
- D. \$68,250
- E. \$71,700
- F. \$82,001

\*36. Cost of merchandise available for sale is:

- A. \$ 7,254
- B. \$34,366
- C. \$35,069
- D. \$35,769
- E. \$39,664
- F. \$44,269

37. Cost of delivered merchandise is:

- A. \$ 2,649
- B. \$29,761
- C. \$30,464
- D. \$31,164
- E. \$35,059
- F. \$39,664

\*38. Net purchases are:

- A. \$25,866
- B. \$26,569
- C. \$27,269
- D. \$31,164
- E. \$35,769
- F. \$38,954

\*39. Ending inventory is:

- A. \$3,902
- B. \$4,605
- C. \$5,305
- D. \$ 9,200
- E. \$13,805
- F. \$16,990

40. Total expenses are:

- A. \$22,892
- B. \$24,472
- C. \$24,762
- D. \$26,342
- E. \$29,792
- F. \$40,093

**2004 Inv B – Group 7**

Refer to the table of information below and answer questions 36 through 43 by writing the correct amount on your answer sheet.

The following information is taken from the Income Statement columns of a work sheet. Merchandise Inventory at the beginning of the year was \$30,655. The owner did not make any withdrawals during the year. The owner made an additional investment of \$15,000 during the year.

<b>Income Summary</b>	<b>2,245 (dr)</b>
<b>Sales</b>	<b>90,452</b>
<b>Sales Discounts</b>	<b>3,467</b>
<b>Sales Returns &amp; Allowances</b>	<b>1,809</b>
<b>Purchases</b>	<b>49,442</b>
<b>Transportation In</b>	<b>2,890</b>
<b>Purchases Discounts</b>	<b>2,411</b>
<b>Purchases Returns &amp; Allowances</b>	<b>3,615</b>
<b>Insurance Expense</b>	<b>4,855</b>
<b>Rent Expense</b>	<b>12,000</b>
<b>Supplies Expense</b>	<b>2,740</b>
<b>Utilities Expense</b>	<b>3,815</b>

36. What is the amount of net sales?
- \*37. What is the amount of ending inventory?
38. What is the amount of cost of merchandise available for sale?
- \*39. What is the amount of gross profit?
40. What is the total amount of the debits in the closing entry that includes Sales?
- \*41. What is the balance of the Income Summary account before any closing entries are posted?
42. What is the balance of the Income Summary account immediately before Income Summary is closed?
- \*43. When all closing entries have been posted, the capital account has increased by what amount from the beginning to the end of the period?

**2004 Regional - Group 5**

Windmere Co. experienced a total loss due to a tornado on December 10, 2003. The off-site computer tape backup provided the following data for the month of November and for December through the 9<sup>th</sup> day.

	November	December through the 9 <sup>th</sup>
Net Sales	321,840	96,552
Beginning Inventory	35,940	32,105
Purchases	247,205	78,084
Purchases Ret. & Allow.	8,420	2,526
Purchases Discounts	7,980	2,394
Transportation In	6,740	2,020
Ending Inventory	32,105	?

For questions 30 and 31, write the correct amount on your answer sheet.

30. What is the gross profit rate for November?

\*31. Using the gross profit rate for November, calculate the estimated ending inventory destroyed by the tornado.

**State – 2004 - Group 2**

The Fly By Night Co. experienced a total loss due to an explosion and fire on December 12, 2003. The off-site computer tape backup provided the following data for the month of November 2003 and for December through the 11<sup>th</sup> day.

	November	December through the 11 <sup>th</sup>
Net Sales	42,600	14,600
Beginning Inventory	8,165	?
Purchases	32,546	11,354
Purchases Ret. & Allow.	250	95
Purchases Discounts	1,074	380
Transportation In	1,655	605
Ending Inventory	7,814	?

For question #7, write the correct amount on your answer sheet.

7. Using the gross profit rate for November, calculate the estimated ending inventory destroyed by the explosion and fire.

**2008 Inv. B – Group 9**

Use the following information to answer questions 42 through 47. Write the identifying letter of the best response on your answer sheet.

Sales	130,904
Transportation In	1,490
Net Sales	124,700
Sales Returns	?
Purchases	73,910
Gross Profit	49,880

Sales Discounts	2,494
Purchases Returns	1,550
Ending Inventory	22,970
Beginning Inventory	?
Purchases Discounts	3,510

42. The amount of sales returns is:

- A. \$1,550
- B. \$2,694
- C. \$3,710
- D. \$6,204
- E. \$8,698

43. The amount of net purchases is:

- A. \$67,360
- B. \$68,850
- C. \$70,340
- D. \$71,890
- E. \$73,850

44. The amount of cost of delivered merchandise is:

- A. \$1,490
- B. \$3,570
- C. \$70,340
- D. \$71,890
- E. \$75,400

45. The amount of cost of merchandise sold is:

- A. \$49,880
- B. \$74,820
- C. \$78,530
- D. \$81,024

\*\*46. The amount of beginning inventory is:

- A. \$23,940
- B. \$25,900
- C. \$27,450
- D. \$28,940
- E. \$30,430

\*47. The amount of cost of merchandise available for sale is:

- A. \$49,880
- B. \$70,340
- C. \$74,820
- D. \$75,400
- E. \$97,790

**Table 2**  
**(for questions 67 through 80)**

Jake's Electronics For the Year Ended December 31, 2007	Adjusted Trial Balance	Income Statement		Balance Sheet	
		DR	CR	DR	CR
Accounts Payable	21,490				
Accounts Receivable	34,170				
Accum. Depr.—Equip	42,500				
Allowance for Uncollectible Accts.	2,264				
Bad Debts Expense	1,855				
Cash in Bank	18,740				
Depreciation Expense	8,500				
Equipment	45,000				
Income Summary	2,115				
Insurance Expense	7,500				
Jake Diablo, Capital	76,741				
Jake Diablo, Drawing	6,400				
Merchandise Inventory	32,165				
Prepaid Insurance	3,125				
Purchases	52,707				
Purchases Discounts	3,642				
Purchases Returns & Allowances	2,795				
Rent Expense	10,740				
Sales	100,607				
Sales Discounts	4,175				
Sales Returns & Allowances	3,682				
Supplies	2,150				
Supplies Expense	4,225				
Transportation In	5,410				
Utilities Expense	7,380				

67. What is the amount of net sales?

68. What is the cost of delivered merchandise?

69. What is the amount of net purchases?

70. What is the total cost of merchandise sold?

\*\*71. What is the amount of net income or net loss?

**D2- 2011 - Group 12**

Continue to refer to Table 1. For questions 60 through 69, give the correct amounts that would appear on the income statement for the twelve months ending December 31, 2010 and the balance sheet dated December 31, 2010.

- 60. Cost of Delivered Merchandise
- 61. Cost of Merchandise Available for Sale
- 62. Cost of Merchandise Sold
- 63. Gross Profit
- \*\*64. Net Income
- 65. Net Purchases
- 66. Net Sales
- 67. Total Assets
- 68. Total Liabilities
- 69. Total Expenses

The following accounts and normal balances are for Jenkins Electronics:3175

Account Title	Amount	Account Title	Amount
Cash in Bank	18,974	Purchases	97,606
Accounts Receivable	5,412	Purchases Discounts	7,296
Merchandise Inventory	58,610	Purchases Returns & Allowances	1,892
Supplies	2,175	Transportation In	6,245
Prepaid Insurance	1,020	Advertising Expense	2,580
Delivery Equipment	21,000	Bank Card Fees Expense	1,688
Store Equip. & Fixtures	24,930	Delivery Expense	1,419
Accounts Payable	18,650	Insurance Expense	1,614
Sales Tax Payable	1,160	Miscellaneous Expense	315
Wayne Jenkins, Capital	110,131	Maintenance Expense	2,473
Wayne Jenkins, Drawing	15,000	Rent Expense	5,400
Income Summary	1,370 CR	Salaries Expense	16,080
Sales	168,893	Payroll Tax Expense	1,416
Sales Discounts	4,826	Supplies Expense	9,853
Sales Returns & Allowances	3,217	Utilities Expense	7,539

**2002 Inv. A - Group 10**

Use the following information (arranged in alphabetical order) to answer questions 62 through 67. Write the correct amount on your answer sheet.

Beginning inventory	?
Cost of delivered merchandise	53,286
Cost of merchandise available for sale	61,686
Ending inventory	?
Gross profit	30,698
Net purchases	48,906
Net sales	76,744
Purchases	?
Purchases discounts	?
Purchases returns and allowances	1,600
Sales	82,412
Sales discounts	?
Sales returns and allowances	3,020
Transportation in	4,670

\*62. What is the amount of beginning inventory?

\*\*63. What is the amount of ending inventory?

\*64. What is the amount of purchases?

\*\*65. What is the amount of purchases discounts?

66. What is the amount of sales discounts?

67. What is the amount of cost of merchandise sold?

**2021 District – Group 11**

The partially completed annual 12-month income statement information for Bond's Paper Products for the years 2019 and 2020 follow. The gross profit percentage was 41% in 2019, and it increased to 42% in 2020 despite the reduction in 2020 sales. On 12-31-19 the adjusting entry for the Merchandise Inventory account included a debit to Income Summary for \$1,440. The Income Statement for the year ended December 31, 2020 indicated that net income was exactly 22% of Sales. Determine the missing amounts in items 72 - 80.

	2019	2020
Sales	#72	#78
Beginning Inventory	* #73	??
Purchases	58,673	??
Transportation In	4,267	4,180
Cost of Delivered Merchandise	??	64,773
Purchases Discounts	2,178	4,736
Purchases Returns & Allowances	** #74	2,984
Net Purchases	??	??
Cost of Merchandise Available for Sale	* #75	??
Ending Inventory	* #76	22,630
Cost of Merchandise Sold	58,410	54,723
Gross Profit	??	??
Expenses	21,339	* #79
Net Income	#77	#80

