

Appendix 2—Ex. 6–38

Oct. 31	Merchandise Inventory	35,750	
	Sales	890,000	
	Purchases Discounts	12,000	
	Purchases Returns and Allowances	6,000	
	Income Summary.....		943,750
31	Income Summary	729,050	
	Merchandise Inventory		43,800
	Sales Discounts.....		5,000
	Sales Returns and Allowances		10,000
	Purchases		560,000
	Freight In		8,000
	Salaries Expense.....		80,000
	Advertising Expense		16,500
	Depreciation Expense		4,000
	Miscellaneous Expense		1,750
31	Income Summary	214,700	
	Lin Endsley, Capital		214,700
31	Lin Endsley, Capital.....	30,000	
	Lin Endsley, Drawing		30,000