

Ex. 9–4

Jan.	18	Accounts Receivable—Wings Co.	13,200	
		Sales.....		13,200
	18	Cost of Merchandise Sold	9,500	
		Merchandise Inventory		9,500
Mar.	31	Cash.....	5,000	
		Allowance for Doubtful Accounts	8,200	
		Accounts Receivable—Wings Co.		13,200
Sept.	3	Accounts Receivable—Wings Co.	8,200	
		Allowance for Doubtful Accounts.....		8,200
	3	Cash.....	8,200	
		Accounts Receivable—Wings Co.		8,200

Ex. 9–5

a.	Bad Debt Expense	8,375	
	Accounts Receivable—Nick Wadle		8,375
b.	Allowance for Doubtful Accounts	8,375	
	Accounts Receivable—Nick Wadle		8,375

Ex. 9–6

a.	\$23,500 ($\$9,400,000 \times 0.0025$)	c.	\$47,000 ($\$9,400,000 \times 0.005$)
b.	\$24,800 ($\$36,000 - \$11,200$)	d.	\$55,500 ($\$49,500 + \$6,000$)

Ex. 9–7

<u>Account</u>	<u>Due Date</u>	<u>Number of Days Past Due</u>
AAA Pickup Shop	May 30	62 (1 + 30 + 31)
Best Auto	July 14	17 (31 – 14)
Downtown Repair	March 18	135 (13 + 30 + 31 + 30 + 31)
Luke's Auto Repair	June 1	60 (29 + 31)
New or Used Auto	June 18	43 (12 + 31)
Sally's	April 12	110 (18 + 31 + 30 + 31)
Trident Auto	May 31	61 (30 + 31)
Washburn Repair & Tow	March 13	140 (18 + 30 + 31 + 30 + 31)