

(a)

GENERAL JOURNAL				
Date	Accounts		Debit	Credit
	<i>Purchased cotton for 80,000,000 Pakistan Rupees (PKR), on account</i>			
	<i>Returned cotton for credit on account, PKR 3,000,000</i>			
	<i>Agreed with suppliers to purchase price allowances, PKR 5,000,000</i>			
	<i>Made payment on PKR 60,000,000 of open accounts within discount period, and received PKR 600,000 purchase discounts</i>			
	<i>Made payment on PKR 12,000,000 of open accounts outside of discount period, and lost PKR 120,000 purchase discounts</i>			

(b)

GENERAL JOURNAL				
Date	Accounts		Debit	Credit
	<i>Purchased cotton for 80,000,000 Pakistan Rupees (PKR), on account</i>			
	<i>Returned cotton for credit on account, PKR 3,000,000</i>			
	<i>Agreed with suppliers to purchase price allowances, PKR 5,000,000</i>			
	<i>Made payment on PKR 60,000,000 of open accounts within discount period, and received PKR 600,000 purchase discounts</i>			
	<i>Made payment on PKR 12,000,000 of open accounts outside of discount period, and lost PKR 120,000 purchase discounts</i>			

(c)

**CTC**  
**Income Statement**  
**For the Month Ending June 30, 20XX**  
**(all amounts in thousands of PKR)**

**Revenues**

Net sales	97,000
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**Cost of goods sold**

**Gross profit**

**Expenses**

**Net income**

(d)

**CTC**  
**Income Statement**  
**For the Month Ending June 30, 20XX**  
**(all amounts in thousands of PKR)**

**Revenues**

Net sales 97,000

**Cost of goods sold**

**Gross profit**

**Expenses**

**Net income**