

CIMA Course book (November 2020 edition)

Page 271, Activity 3: Journals and the suspense account

The narrative and number entries in journals 4 and 5 should not include the solutions:

4 The purchase of stationery for \$1,460 cash has been correctly entered in the bank account, but no entry has been made in the appropriate expense account.

Debit ~~Stationery expense \$1,460~~
Credit ~~Suspense \$1,460~~

5 Capital of \$35,000 was recorded incorrectly as \$53,000. The posting to bank was made correctly.

Debit ~~Capital \$18,000~~
Credit ~~Suspense \$18,000~~

An opening suspense account proforma should be included in the question for students to clear as part of the solution:

Suspense account

	\$		\$
Balance b/f	17,560		