Accounts payable 21, 10/12 Inventory 500 Cash 10/31 Accounts payable 21,560 Purchase discounts lost(2% x 22,000) 440 Cash 22, Oct. Accounts receivable 28,000 Sales 28,	art 1:	Assume the use of the perpetual inver	ntory syst	em
1.0/12 Inventory 500 Cash 1.0/31 Accounts payable 21,560 Purchase discounts lost(2% x 22,000) 440 Cash 22, Oct. Accounts receivable 28,000 Sales 28,	10/12	Inventory (98% x 22,000)	21,560	
Cash 1.0/31 Accounts payable 21,560 Purchase discounts lost(2% x 22,000) 440 Cash 22, Oct. Accounts receivable 28,000 Sales 28,		Accounts payable		21,560
Accounts payable 21,560 Purchase discounts lost(2% x 22,000) 440 Cash 22, Oct. Accounts receivable 28,000 Sales 28,	.0/12	Inventory	500	
Purchase discounts lost(2% x 22,000) 440 Cash 22, Oct. Accounts receivable 28,000 Sales 28,		Cash		500
Cash 22, Oct. Accounts receivable 28,000 Sales 28,	.0/31	Accounts payable	21,560	
Oct. Accounts receivable 28,000 Sales 28,		Purchase discounts lost(2% x 22,000)	440	
Sales 28,		Cash		22,000
	Oct.	Accounts receivable	28,000	
		Sales		28,000
Cost of goods sold 18,000		Cost of goods sold	18,000	
Inventory 18,		Inventory		18,000

Problem 8-1 (continued) October beginning inventory = \$15,000 Part 2: Assume the use of the periodic inventory system 10/12 Purchases (98% x 22,000) 21,560 21,560 Accounts payable 10/12 Freight-in 500 Cash 500 10/31 Accounts payable 21,560 Interest expense (2% x 22,000) 440 Cash 22,000 Oct. Accounts receivable 28,000 28,000 Sales

 Problem 8-1 (continued)

 10/31
 Cost of goods sold Inventory (beginning)
 15,000

 10/31
 Cost of goods sold Purchases Freight-in 500
 21,560

 10/31
 Inventory (ending) 19,060
 19,060

 Cost of goods sold
 19,060

ODr. Chula King