**Accounting—Audit Questions, Sections 11-1 and 11-2**

Key your name here

**1.** When is a transaction recorded in a general journal?

**2.** When is the equality of debits and credits proved for a general journal?

**3.** What is a primary difference between a purchases return and a purchases allowance?

**4.** If purchases returns and allowances decrease the value of Purchases, why are returns and allowances credited to a separate account?

**5.** What is the difference between a sales return and a sales allowance?

**6.** What is the source document for journalizing sales returns and allowances?

**7.** Why are sales returns and allowances not debited to the Sales account?

**8.** Which general ledger accounts are affected, and how, by a sales returns and allowances transaction?