Beginning Inventory		$50,000
Purchases	$343,000	
Less: Purchase Returns	8,000	
Net Purchases		335,000
Cost of Goods Available for Sale		$385,000
Ending Inventory		65,000
Cost of Goods Sold		**$320,000**

Sales	650,000	
Interest Revenue	3,000	
Purchase Returns	**8,000**	
Inventory (Ending)	**65,000**	
Income Summary		726,000
Income Summary	539,000	
Inventory (Beginning)		**50,000**
Purchases		**343,000**
Salaries Expense		100,000
Rent Expense		15,000
Depreciation Expense		20,000
Interest Expense		5,000
Insurance Expense		6,000

Purchase Returns	**8,000**
Inventory (Ending)	**65,000**

Income Summary	320,000	
Inventory (Beginning)		**50,000**
Purchases		**343,000**

Cost of Goods Sold

Purchase Returns	**8,000**	
Inventory (Ending)	**65,000**	
15,000		
Income Summary	320,000	
Inventory (Beginning)		**50,000**
Purchases		**343,000**