Exercise 4 (b)

Dr. J. Francis
Trial Balance
February 7, 19--

ACCOUNT	DEBIT	CREDIT
Cash	$ 2 000	
Accounts Receivable	18 900	
Supplies	6 250	
Equipment	38 000	
Accounts Payable		$ 4 750
Bank Loan		12 400
J. Francis, Capital		48 000
	$65 150	$65 150

Exercise 9 (c) Two of the account balances read as follows:
Cash $3 790; J. Jackson, Capital $102 200.

EXERCISE 3(a) page 59

Transaction	Account Affected	Type of Account	Increase/ Decrease	Debit/ Credit	Amount
Jun. 1	Equipment	Asset	Increase	Debit	$ 780
	Accounts	Liability	Increase	Credit	780
	Payable				
2	Mtge. Pay.	Liability	Decrease	Debit	880
	Cash	Asset	Decrease	Credit	880
3	Accts. Pay.	Liability	Decrease	Debit	1 300
	Cash	Asset	Decrease	Credit	1 300
5	Equipment	Asset	Increase	Debit	600
	Cash	Asset	Decrease	Credit	280
	Accts. Pay.	Liability	Increase	Credit	320
6	Cash	Asset	Increase	Debit	3 000
	J. Alvarez, Cap.	Equity	Increase	Credit	3 000

New San Juan Restaurant

Cash

Jun. 1	5 000	Jun. 2	880
6	3 000	3	1 300
	8 000	5	280
			2 460
Bal.	5 540		

Supplies

Jun. 1	10 000		

Building

Jun. 1	200 000		

Equipment

Jun. 1	50 000		
1	780		
5	600		
Bal.	51 380		

Accounts Payable

Jun. 3	1 300	Jun. 1	16 000
		1	780
		5	320
			17 100
		Bal.	15 800

Mortgage Payable

Jun. 2	880	Jun. 1	84 000
		Bal.	83 120

J. Alvarez, Capital

		Jun. 1	165 000
		6	3 000
		Bal.	168 000

EXERCISE 3(d) page 60

New San Juan Restaurant
Trial Balance
June 6, 19--

ACCOUNT TITLE	ACC. NO.	DEBIT	CREDIT
Cash		5 540 00	
Supplies		10 000 00	
Building		200 000 00	
Equipment		51 380 00	
Accounts Payable			15 800 00
Mortgage Payable			83 120 00
J. Alvarez, Capital			168 000 00
		266 920 00	266 920 00

EXERCISES 2 and 4(a) pages 59 and 60

Dr. J. Francis

Cash

Feb. 1	6 000	Feb. 3	3 000
1	100	6	600
	6 100	7	500
			4 100
Bal.	2 000		

Accounts Receivable

Feb. 1	19 000	Feb. 1	100
Bal.	18 900		

Supplies

Feb. 1	6 000		
5	250		
Bal.	6 250		

Equipment

Feb. 1	35 000		
3	3 000		
Bal.	38 000		

Accounts Payable

Feb. 7	500	Feb. 1	5 000
		5	250
			5 250
		Bal.	4 750

Bank Loan

Feb. 6	600	Feb. 1	13 000
		Bal.	12 400

J. Francis, Capital

		Feb. 1	48 000

EXERCISE 4(b) page 60

Dr. J. Francis
Trial Balance
February 7, 19--

ACCOUNT TITLE	ACC. NO.	DEBIT	CREDIT
Cash		2 000 00	
Accounts Receivable		18 900 00	
Supplies		6 250 00	
Equipment		38 000 00	
Accounts Payable			4 750 00
Bank Loan			12 400 00
J. Francis, Capital			48 000 00
		65 150 00	65 150 00

EXERCISES 5(a) and (b) page 60

Clare's Beauty Salon

Cash

Oct. 1	4 800	Oct. 4	700
4	2 200	5	3 000
6	10 000	7	9 975
	17 000		13 675
Bal.	3 325		

Accounts Receivable

Oct. 1	3 600	Oct. 4	2 200
Bal.	1 400		

Supplies

Oct. 1	2 400	Oct. 3	75
2	250		
	2 650		
Bal.	2 575		

Land

Oct. 1	30 000		

Building

Oct. 1	90 000		

Equipment

Oct. 1	40 000		
5	12 000		
Bal.	52 000		

Accounts Payable

Oct. 3	75	Oct. 1	800
7	9 975	2	250
	10 050	5	9 000
			10 050

Bank Loan

		Oct. 1	2 700
		6	10 000
		Bal.	12 700

Mortgage Payable

Oct. 4	700	Oct. 1	88 000
		Bal.	87 300

C. Williams, Capital

		Oct. 1	79 300

EXERCISE 5(c) page 60

Clare's Beauty Salon
Trial Balance
October 7, 19--

ACCOUNT TITLE	ACC. NO.	DEBIT	CREDIT
Cash		3 325 00	
Accounts Receivable		1 400 00	
Supplies		2 575 00	
Land		30 000 00	
Building		90 000 00	
Equipment		52 000 00	
Bank Loan			12 700 00
Mortgage Payable			87 300 00
C. Williams, Capital			79 300 00
		179 300 00	179 300 00

Add with Accounts Payable 12 700

EXERCISE 6

page 61

Sherry Rose

Cash

Jun. 1	50 000	Jun. 1	20 000
5	5 000	2	5 000
		3	2 800

Building

Jun. 1	200 000		

Furnitures

Jun. 2	7 800		

Office Equipment

Jun. 3	5 600		

Accounts Payable

Jun. 3	2 800	Jun. 2	2 800
		3	5 600

Mortgage Payable

		Jun. 1	180 000

S. Rose, Capital

		Jun. 1	50 000
		5	5 000

EXERCISE 7

page 62

Transaction	Account Affected	Type of Account	Increase/ Decrease	Debit/ Credit	Amount
Sep. 1	Bank Loan	Liability	Decrease	Debit	$ 500
	Cash	Asset	Decrease	Credit	500
2	Equipment	Asset	Increase	Debit	1 700
	Accts. Pay.	Liability	Increase	Credit	1 700
4	Cash	Asset	Increase	Debit	15 000
	Bank Loan	Liability	Increase	Credit	15 000
5	Aircraft	Asset	Increase	Debit	24 000
	Cash	Asset	Decrease	Credit	14 000
	Accts. Pay.	Liability	Increase	Credit	10 000
7	Cash	Asset	Increase	Debit	2 500
	Accts. Rec.	Asset	Decrease	Credit	2 500

Transaction	Account Affected	Type of Account	Increase/ Decrease	Debit/ Credit	Amount
(a)	Accounts	Liability	Decrease	Debit	$ 150
	Payable				
	Cash	Asset	Decrease	Credit	150
	Paid an account payable.				
(b)	Cash	Asset	Increase	Debit	250
	Accts. Rec.	Asset	Decrease	Credit	250
	Collected an account receivable.				
(c)	Equipment	Asset	Increase	Debit	500
	Accts. Pay.	Liability	Increase	Credit	500
	Purchased equipment to be paid for later.				
(d)	Records	Asset	Increase	Debit	300
	Cash	Asset	Decrease	Credit	100
	Accts. Pay.	Liability	Increase	Credit	200
	Purchased records, paying part of the amount in cash with the balance to be paid later.				
(e)	Accts. Pay.	Liability	Decrease	Debit	250
	Cash	Asset	Decrease	Credit	250
	Paid an account payable.				

Jill Jackson, C.A.

Cash

Apr.	30	5 200	May	1	220
May	1	500		2	2 000
	3	1 500		4	750
	5	60		5	500
		7 260			3 470
Bal.		3 790			

Accounts Receivable

Apr.	30	6 500	May	1	500
Bal.		6 000			

Office Supplies

Apr.	30	1 700	May	5	60
May	5	500			
		2 200			
Bal.		2 140			

Land

Apr.	30	25 500			

Building

Apr.	30	75 000			

Equipment

Apr.	30	42 100			
May	2	9 250			
	6	1 800			
Bal.		53 150			

Accounts Payable

May	4	750	Apr.	30	3 750
			May	2	7 250
					11 000
			Bal.		10 250

Taxes Payable

			Apr.	30	830

Bank Loan

May	1	220	Apr.	30	8 520
			Bal.		8 300

Mortgage Payable

			Apr.	30	44 000

J. Jackson, Capital

			Apr.	30	98 900
			May	3	1 500
				6	1 800
			Bal.		102 200

EXERCISE 9(c) page 64

Jill Jackson, C.A.
Trial Balance
May 7, 19--

ACCOUNT TITLE	ACC. NO.	DEBIT	CREDIT
Cash		3 790 00	
Accounts Receivable		6 000 00	
Office Supplies		2 140 00	
Land		25 500 00	
Building		75 000 00	
Equipment		53 150 00	
Accounts Payable			10 250 00
Taxes Payable			830 00
Bank Loan			8 300 00
Mortgage Payable			44 000 00
J. Jackson, Capital			102 200 00
		165 580 00	165 580 00

Transaction	Account Affected	Type of Account	Increase/ Decrease	Debit/ Credit	Amount
(a)	Cash	Asset	Increase	Debit	$10 000
	V. Henry, Capital	Owner's	Increase	Credit	10 000
		Equity			
	Since the Cash and Capital accounts both increased, the owner must have invested cash in the business.				
(b)	Supplies	Asset	Increase	Debit	500
	Cash	Asset	Decrease	Credit	500
	The business bought $500 worth of supplies for cash				
(c)	Furniture	Asset	Increase	Debit	3 000
	Cash	Asset	Decrease	Credit	1 000
	Accts. Pay.	Liability	Increase	Credit	2000
	The business bought furniture for $3000, paying $1000 in cash and owing the remaining $2000.				
(d)	Accts. Pay.	Liability	Decrease	Debit	250
	Cash	Asset	Decrease	Credit	250
	The business paid $250 on a bill that was owing.				
(e)	Equipment	Asset	Increase	Debit	5 000
	Accts. Pay.	Liability	Increase	Credit	5 000
	The business bought equipment worth $5 000 to be paid for later.				
(f)	Cash	Asset	Increase	Debit	5 500
	Bank Loan	Liability	Increase	Credit	5 500
	The business borrowed $5 500 from the bank.				

EXERCISE 11(a)

page 65

General Delivery Co., General Ledger

Cash

	11 000		300
	500		200
	3 500		55
	15 000		230
			100
Bal.	14 115		885

Accounts Receivable

	1 000		1 600
	500		
	1 500	Bal.	100

Supplies

	55		
	190		
Bal.	245		

Equipment

	15 000		

Trucks

	13 500		

Accounts Payable

	300		2 500
	200		190
	500		2 690
		Bal.	2 190

Bank Loan

	230		3 500
		Bal.	3 270

D. Kim, Capital

	100		37 400
		Bal.	37 300

EXERCISE 11(b)

page 65

General Delivery Co.
Trial Balance

ACCOUNT TITLE	ACC. NO.	DEBIT	CREDIT
Cash		14 115 00	
Accounts Receivable			1 00 00
Supplies		245 00	
Equipment		15 000 00	
Trucks		13 500 00	
Accounts Payable			2 190 00
Bank Loan			3 270 00
D. Kim, Capital			37 300 00
		42 860 00	42 860 00

EXERCISE 11(c) page 66

The Accounts Receivable account has a credit balance rather than the normal debit balance. This probably occurred because of a customer overpayment.

Totals: 72 860

EXERCISE 12(a) and (b) page 67

Dr. F. Kingsbury, General Ledger

Cash

Aug. 30	35 000		Sep. 6		90
Sep. 2	50 000		7		200
3	55		9	92 000	
8	11 500		10	4 000	
13	300			96 290	
	96 855				
Bal.	565				

Due from Patients

Aug. 30	6 000	Sep. 3	55
Bal.	5945		

Due from Provincial Health Plan

Aug. 30	14 000	Sep. 8	11 500
Bal.	2 500		

Software

Sep. 12	2 500		

Medical Supplies

Aug. 30	2 000	Sep. 5	43
Sep. 4	78		
	2 078		
Bal.	2 035		

Land

Sep. 9	150 000		

Building

Sep. 9	142 000		

Equipment

Aug. 30	130 000	Sep. 13	300
Sep. 10	4 000		
	134 000		
Bal.	133 700		

Due to Suppliers

Sep. 5	43	Aug. 30	4 000
6	90	Sep. 4	78
	133	12	2 500
			6 578
		Bal.	6 445

Bank Loan

Sep. 7	200	Aug. 30	7 000
		Bal.	6 800

Mortgage Payable

		Sep. 9	200 000

Dr. E. Kingsbury, Capital

		Aug. 30	176 000
		Sep. 2	50 000
		Bal.	226 000

EXERCISE 12(c)

page 67

Dr. E. Kingsbury
Trial Balance
September 13, 19--

ACCOUNT TITLE	ACC. NO.	DEBIT	CREDIT
Cash		84 565 00	
Due from Patients		5 945 00	
Due from Provincial Health Plan		2 500 00	
Software		2 500 00	
Medical Supplies		2 035 00	
Land		150 000 00	
Building		142 000 00	
Equipment		133 700 00	
Due to Suppliers			6 445 00
Bank Loan			6 800 00
Mortgage Payable			200 000 00
Dr. E. Kingsbury, Capital		437	210 000 00 (26)
		423 245 00	423 245 00
			437

EXERCISE 12(d)

page 67

Dr. E. Kingsbury
Balance Sheet
September 13, 19--

Assets		Liabilities	
Cash	84 565 00	Due to Suppliers	6 445 00
Due from Patients	5 945 00	Bank Loan	6 800 00
Due from Provincial Health Plan	2 500 00	Mortgage Payable	200 000 00
Software	2 500 00	Total Liabilities	213 245 00
Medical Supplies	2 035 00		
Land	150 000 00		
Building	142 000 00	Owner's Equity	
Equipment	33 700 00	Dr. E. Kingsbury, Capital	210 000 00
	437	Total Liabilities	437
Total Assets	423 245 00	and Owner's Equity	423 245 00

Assets		=	Liabilities		+	Owner's Equity
Cash	?		Accounts Pay.	5 250		Mouradian,
Accounts Rec.	6 325		Bank Loan	9 570		Cap. 267 500
Supplies	1 150		Mortgage	105 500		
Land	183 200					
Building	182 100					
Equipment	9 375					
? +	382 150	=		120 320	+	267 500

Cash = 120 320 + 267 500 − 382 150

= 5 670

Mouradian Realty, General Ledger

Cash

Sep. 30		5 670	Oct. 2		25
Oct. 1		1 000	5		18 250
4		18 000	7		500
10		80 000	11		1 000
		104 670	14		250
Bal.		84 645			20 025

Accounts Receivable

Sep. 30		6 325	Oct. 1		1000
Bal.		5 325			

Supplies

Sep. 30		1 150
Oct. 2		25
12		75
Bal.		1 250

Automobile

Oct. 5		18 250			

Land

Sep. 30		183 200	Oct. 10		80 000
Bal.		103 200			

Building

Sep. 30		182 100			

Equipment

Sep. 30		9 375	Oct. 9		175
Oct. 11		3 500			
		12 875			
Bal.		12 700			

Accounts Payable

Oct. 9		175	Sep. 30		5 250
14		250	Oct. 11		2 500
		425			7750
			Bal.		7325

Bank Loan

Sep. 30		9 570
Oct. 4		18 000
Bal.		27 570

Mortgage

Oct. 7		500	Sep. 30		105 500
			Bal.		105 000

T. Mouradian, Capital

			Sep. 30		267 500
			Oct. 12		75
			Bal.		267 575

EXERCISE 13(d) part one

page 67

Mouradian Realty
Trial Balance
October 14, 19--

ACCOUNT TITLE	ACC. NO.	DEBIT	CREDIT
Cash		84 6 4 5 00	
Accounts Receivable		5 3 2 5 00	
Supplies		1 2 5 0 00	
Automobile		18 2 5 0 00	
Land		103 2 0 0 00	
Building		182 1 0 0 00	
Equipment		12 7 0 0 00	
Accounts Payable			7 3 2 5 00
Bank Loan			27 5 7 0 00
Mortgage			105 0 0 0 00
T. Mouradian, Capital			267 5 7 5 00
		407 4 7 0 00	407 4 7 0 00

EXERCISE 13(d) part two

page 67

Mouradian Realty
Balance Sheet
October 14, 19--

Assets		Liabilities	
Cash	84 6 4 5 00	Accounts Payable	7 3 2 5 00
Accounts Receivable	5 3 2 5 00	Bank Loan	27 5 7 0 00
Supplies	1 2 5 0 00	Mortgage	105 0 0 0 00
Automobile	18 2 5 0 00	Total Liabilities	139 8 9 5 00
Land	103 2 0 0 00		
Building	182 1 0 0 00	Owner's Equity	
Equipment	12 7 0 0 00	T. Mouradian, Capital	267 5 7 5 00
		Total Liabilities	
Total Assets	407 4 7 0 00	and Owner's Equity	407 4 7 0 00