**ACF 11 – Balance Day Adjustments**

**Class Exercises**

The Trial Balance **extract** of TILLY TRADERS on 30 June 2018 showed the following:

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| **General Ledger Account** | **Acc Type** | **Debit** |
| Prepaid Insurance |  | 3 600 |
| Office Supplies |  | 7 000 |
| Electricity |  | 2 550 |
| Prepaid rent |  | 48 000 |
| Wages |  | 96 000 |
| Telephone expenses |  | 2 200 |

**Additional Information:**

* On June 30, prepaid rent for the warehouse was $12 000.
* The total electricity usage for the year ending 30 June 2018 amounted to $2,800.
* The last pay day was 19th of June 2018. Accrued wages was $7 000 on balance day.
* Office Supplies on hand was valued at $900.
* The annual insurance premium was paid on 1 March 2018.
* A telephone bill of $200 arrived on 1 July which is due 20 June 2018.

**Required:**

1. Prepare the general journal entries to account for the above balance day adjustments.
2. Post only the above journal entries to the General Ledger.
3. Balance the General Ledger accounts and do the closing entries.
4. Prepare an extract of the Balance Sheet

**Workings:**

**TILLY TRADERS**

**GENERAL JOURNAL**

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**TILLY TRADERS**

**GENERAL LEDGER**

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**TILLY TRADERS**

**GENERAL LEDGER**

**TILLY TRADERS**

**BALANCE SHEET (extract)**

**As at 30 June 2018**

**Current Assets**

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**Current Liabilities**

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