**Practise Questions**

1. Enter the following transactions in the books of ‘Mary Ward’ for December (use T accounts) and prepare her Trial Balance.

1 Dec Introduced a motor vehicle to the new business worth £8,000

1 Dec Transferred a computer from home to the business: £500

1 Dec Withdrew £200 cash from her personal account to cover the cash expenses of the business

1 Dec Transferred £10,000 to the business bank account to cover business start-up costs

1 Dec Purchased goods for sale by direct debit: £4,000

2 Dec Bought a van using a loan from the bank: £15,000

2 Dec Bought office equipment using a loan from the bank: £5,000

3 Dec Received cheques amounting to £5,000 for sales made

4 Dec Purchased stationery for £450 paid using debit card

5 Dec Purchased envelopes for £25 using cash

6 Dec Paid wages by BACS: £400

9 Dec Purchased goods for sale for £2,000 by debit card

10 Dec Sales lodged: £3,000

10 Dec Cash sales: £1,000

12 Dec Cash lodged: £800

14 Dec Pens purchased in cash: £20

15 Dec Loan instalment transferred by direct debit: £1,000

18 Dec Mary transferred £2,000 to her personal account

21 Dec Petrol paid by debit card: £280

22 Dec Petrol for vehicles paid by cash: £40

23 Dec Wages paid by BACS: £400

24 Dec Second loan instalment DD from bank: £1,000

2. The following is a list of balances in the ledger of C. Rick at 31 May 20X0:

  £

Cash at bank 2,368

Purchases 12,389

Sales revenue 18,922

Wages and salaries 3,862

Rent and rates 504

Insurance 78

Motor expenses 664

Printing and stationery 216

Light and heat 166

General expenses 314

Premises 10,000

Motor vehicles 3,800

Fixtures and fittings 1,350

Trade receivables 3,896

Trade payables 1,731

Cash in hand 482

Drawings 1,200

Capital 12,636

Bank loan 8,000

**Required:** Prepare a trial balance.