**Unit 1 Section 4 Question 44**

* + - 1. Identify the double entry for each of these transactions:

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Transaction** | | **Ledger accounts** | | **Double entry** | |
|  |  | **Debit** | **Credit** |
| 1 | Owner puts £5,000 into the organisation’s bank account | Capital | |  | x |
| Bank | | x |  |
| 2 | An organisation pays £500 cash for goods for resale | Purchases | | x |  |
| Bank | |  | x |
| 3 | An organisation buys £1,000 of goods on credit | Purchases | | x |  |
| Trade payables | |  | x |
| 4 | An organisation makes sales on cash terms of £900 | Sales | |  | x |
| Bank | | x |  |
| 5 | An organisation makes credit sales of £800 | Sales | |  | x |
| Trade receivables | | x |  |