**Problem 5:**

|  |  |  |  |
| --- | --- | --- | --- |
| Date | Account Title | Debit | Credit |
| Jan 5 | Accounts Receivable | 25,000 |  |
|  | Sales Revenue |  | 25,000 |
|  |  |  |  |
| Jan 20 | Notes Receivable-Thomas | 25,000 |  |
|  | Accounts Receivable |  | 25,000 |
|  |  |  |  |
| Feb 18 | Notes Receivable - Joaquin | 9,000 |  |
|  | Sales Revenue |  | 9,000 |
|  |  |  |  |
| Apr 20 | Cash | 25,562.50 |  |
|  | Notes Receivable - Thomas |  | 25,000 |
|  | Interest Revenue |  | 562.50 |
|  | (25,000 x 0.09 x 3/12 = 562.50) |  |  |
|  |  |  |  |
| April 30 | Cash | 31,200 |  |
|  | Notes Receivable-Rachel |  | 30,000 |
|  | Interest Revenue |  | 1,200 |
|  | (30,000 x 0.12 x 4/12 = 1,200) |  |  |
|  |  |  |  |
| May 25 | Notes Receivable-Ricardo | 4,000 |  |
|  | Accounts Receivable |  | 4,000 |
|  |  |  |  |
| Aug 18 | Cash | 9,360 |  |
|  | Notes Receivable – Joaquin |  | 9,000 |
|  | Interest Revenue |  | 360 |
|  | (9,000 x 8% x 6/12 = 360) |  |  |
|  |  |  |  |
| April 25 | Accounts Receivable – Ricardo | 4,070 |  |
|  | Notes Receivable – Ricardo |  | 4,000 |
|  | Interest Revenue |  | 70 |
|  | (4,000 x 7% x 3/12 = 70) |  |  |
| Sept 1 | Notes Receivable – Flora | 12,000 |  |
|  | Sales Revenue |  | 12,000 |
|  |  |  |  |