**SINGAPORE POLYTECHNIC**

**BA9026/ EP0709 Accounting**

**BA4114 Fundamentals of Accounting**

**Question 1**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Date** | |  | **Description** | | **Dr ($)** |  | **Cr ($)** |
|  |  |  | | |  |  |  |
| April | 1 | Cash | | | 75,000 |  |  |
|  |  | Ordinary share capital | | |  |  | 75,000 |
|  |  |  | | |  |  |  |
|  | 3 | Office equipment | | | 20,000 |  |  |
|  |  |  | Accounts payable, Offnet Pte Ltd | |  |  | 20,000 |
|  |  |  |  |  |  |  |  |
|  | 7 | Cash | |  | 30,000 |  |  |
|  |  |  | Bank loan | |  |  | 30,000 |
|  |  |  |  |  |  |  |  |
|  | 10 | Inventory | | | 20,000 |  |  |
|  |  |  | Cash | |  |  | 20,000 |
|  |  |  | | |  |  |  |
|  | 12 | Cash | | | 25,000 |  |  |
|  |  |  | Sales revenue | |  |  | 25,000 |
|  |  |  | | |  |  |  |
|  |  | Cost of sales | | | 8,000 |  |  |
|  |  |  | Inventory | |  |  | 8,000 |
|  |  |  |  |  |  |  |  |
|  | 15 | Cash | |  | 3,000 |  |  |
|  |  |  | Inventory | |  |  | 3,000 |
|  |  |  |  |  |  |  |  |
|  | 18 | Inventory | | | 22,000 |  |  |
|  |  |  | Accounts payable, Wong Trading | |  |  | 22,000 |
|  |  |  |  |  |  |  |  |
|  | 20 | Sales returns | | | 5,000 |  |  |
|  |  |  | Cash | |  |  | 5,000 |
|  |  |  |  |  |  |  |  |
|  |  | Inventory | | | 1,000 |  |  |
|  |  |  | Cost of sales | |  |  | 1,000 |
|  |  |  |  |  |  |  |  |
|  | 22 | Accounts receivable, Jerry Ho Traders | | | 30,000 |  |  |
|  |  |  | Sales revenue | |  |  | 30,000 |
|  |  |  |  |  |  |  |  |
|  |  | Cost of sales | | | 7,000 |  |  |
|  |  |  | Inventory | |  |  | 7,000 |
|  |  |  |  |  |  |  |  |
|  | 24 | Accounts payable, Wong Trading | | | 12,000 |  |  |
|  |  |  | Cash | |  |  | 12,000 |
|  |  |  |  |  |  |  |  |
|  | 26 | Rental expense | | | 3,000 |  |  |
|  |  | Utilities expense | | | 2,000 |  |  |
|  |  |  | Cash | |  |  | 5,000 |
|  |  |  |  |  |  |  |  |
|  | 29 | Cash | |  | 15,000 |  |  |
|  |  |  | Accounts receivable, Jerry Ho Traders | |  |  | 15,000 |
|  |  |  |  |  |  |  |  |

**Question 2**

|  |  |  |  |
| --- | --- | --- | --- |
| **Transaction** | **Assets** | **Liabilities** | **Shareholders' Equity** |
| 1 | Cash (I) | Bank loan (I) |  |
| 2 | Inventory (I) | Accounts payable, Yin (I) |  |
| 3 | Accounts receivable, Jen (I) |  | Sales revenue (I) |
|  | Inventory (D) |  | Cost of sales (I) |
| 4 | Inventory (D) | Accounts payable, Yin (D) |  |
| 5 | Accounts receivable, Jen (D) |  | Sales returns (I) |
|  | Inventory (I) |  | Cost of sales (D) |
| 6 | Cash (D) | Accounts payable, Yin (D) |  |
| 7 | Cash (I) |  |  |
|  | Accounts receivable, Jen (D) |  |  |
| 8 | Cash (D) |  | Utilities expense (I) |