PROBLEMS JOURNAL ENTRY (1-5)

Problem # 7.1: On April 01, 2016 Anees started business with Rs. 100,000 and other transactions for the month are

    2. Purchase Furniture for Cash Rs. 7,000

    8. Purchase Goods for Cash Rs. 2,000 and for Credit Rs. 1,000 from Khalid Retail Store

    14. Sold Goods to Khan Brothers Rs. 12,000 and Cash Sales Rs. 5,000

    18. Owner withdrew of worth Rs. 2,000 for personal use

    22. Paid Khalid Retail Store Rs. 500

    26. Received Rs. 10,000 from Khan Brothers

    30. Paid Salaries Expense Rs. 2,000

General Journal

Date		Account Title and Explanations	Ref	Amount (Rs)	
				Debit	**Credit**
2016					
April	1				
	2				
	8				
	14				
	18				
	22				
	26				
	30				
		Total		Rs. 141,500	Rs. 141,500

Problem # 7.2: Prepare general journal entries for the following transactions of a business called Pose for Pics in 2016

Aug. 1: Hashim Khan, the owner, invested Rs. 57,500 cash and Rs. 32,500 of photography equipment in the business

04: Paid Rs. 3,000 cash for an insurance policy covering the next 24 months

07: Services are performed and clients are billed for Rs. 10,000

13: Purchased office supplies for Rs. 1,400. Cash paid Rs. 400 and remaining outstanding

20: Received Rs. 2,000 cash in photography fees earned previously

24: The client immediately pays Rs. 15,000 for services to be performed at a later date

29: The business acquires photography equipment. The purchase price is Rs. 100,000, pays Rs. 25,000 cash and signs a note for the balance

General Journal

Date	Account Title and Explanations	Ref	Debit	Credit
2016				
Total			**Rs. 221,400**	**Rs. 221,400**

Problem # 7.3: On March 2017, Farhan Rahim, starts wholesaling business. Following transactions as follows

1. He started business with capital of Rs. 15,000 and Land worth Rs. 10,000

8. Bought goods from Bilal and Friends Rs. 1,000 and by cash from XYZ Co. Rs 2,000

13. Sold goods to Rehman & sons Rs. 1,500 and sale by cash Rs. 5,000

17. Gave away charity of cash Rs. 50 and merchandising worth Rs. 30

21. Paid Bilal and Friends cash Rs. 975; discount received Rs. 25

28. Received cash from Rehman & Sons Rs. 1,450; allowed him discount of Rs. 50

General Journal

Date	Account Title and Explanations	Ref	Amount (Rs.)	
			Debit	**Credit**
Total			**Rs. 37,080**	**Rs. 37,080**

Problem # 7.4: Shah Sauood Marine is a boat repair yard. During August 2016, its transactions included the following

03. Loan taken from Habib Bank Ltd. of Rs. 25,000. Rs. 20,000 withdrawn for business and remaining in the bank a/c

06. Paid rent for the month of August Rs. 4,400 and accrued rent expenses was Rs. 600

12. At request of Kiwi Insurance, Inc, made repairs on boat of Jon Seaways. Sent bill for Rs. 5,620 for services rendered to Kiwi Insurance Inc. (credit Repair Service Revenue)

18. Made repairs to boat of Dennis Copper and collected in full the charge of Rs. 2,830

20. Placed Advertisement in The Dawn of Rs. 165, payment to be made within 30 days

25. Received a check for 5,620 from Kiwi Insurance Inc representing collection of the receivable of August 12

30. Sent check to The Dawn in payment of the liability incurred on August 20

General Journal

Date	Account Title and Explanations	Ref	Amount (Rs.)	
			Debit	Credit
Total				

Problem # 7.5: 1st January, 2017, Saeed Ahmad started business other transactions for the month of June as follows

02. Purchased from Kareem goods of list price of Rs. 6,000 subject to 10% trade discount by cash

04. Sold goods to Din Muhammad Rs. 800 and cash sales of Rs. 200

10. Distributed goods worth Rs. 200 as free samples and goods taken away by the proprietor for personal use Rs. 100

12. Received discount Rs 20 and Commission Rs 500

17. Goods returned by Din Muhammad Rs. 200 and payment other outstanding amount

24. Furniture lost by fire of worth Rs. 500

30. Bad Debts during the period was Rs.100

General Journal

Date	Account Title and Explanations	Ref	Debit	Credit