

Solution:

The journal entries are tabulated in the following table:

JOURNAL (in \$)				
Name: Francisco Furniture Repair				
Date	Particulars	L.F.	Debit	Credit
1 April 2010	Cash To Paid in Capital (Being commencement of business with common stock issued)	100 140	100,000	100,000
2 April 2010	Equipment To Cash To Notes Payable (Being acquisition of equipment for repairs)	111 100 130	70,000	20,000 50,000
3 April 2010	Accounts Receivable To Sales Revenue (Being sales to a local hotel for furniture repair)	101 200	3,500	3,500
3 April 2010	Supplies Expense To Accounts Payable (Being acquisition & use of office supplies)	300 120	200	200
3 April 2010	Salaries & Wages Expense To Cash (Being payment of wages to employees)	301 100	700	700
30 April 2010	Depreciation Expense To Accumulated Depreciation (Being recording of depreciation for April)	302 111A	2,000	2,000
30 April 2010	Sales Revenue To Supplies Expense To Salaries & Wages Expense To Depreciation Expense To Retained Earnings (Being closing entry for the month of April)	200 300 301 302 150	3,500	200 700 2,000 600

Using these journal entries, we can post them to their respective accounts as follows:

Cash	
100,000	20,000 700

Equipment	
70,000	

Accounts Receivable	
3,500	

Accumulated Depreciation	
	2,000

Notes Payable	
	50,000

Accounts Payable	
	200

Paid in Capital	
	100,000

Retained Earnings	
	600

Based on these the trial balance is as follows:

TRIAL BALANCE (in \$)		
Name of Account	Debit	Credit
Cash	79,300	
Equipment	70,000	
Accounts Receivables	3,500	
Accumulated Depreciation		2,000
Notes Payable		50,000
Accounts Payable		200
Paid-in Capital		100,000
Retained Earnings		600