

Solution:

The analysis of the transactions is as follows:

EFFECT ON BALANCE SHEET (in \$)			
Transaction	Assets =	Liabilities +	Stockholders' Equity
(2)	+60,000 (Cash)		+60,000 (Capital)
(3)	No Effect Since the Transaction is Personal		
(4)	-1,000 (Cash) +1,000 (Deposit for Rent)		
(5)	+5,000 (Equipment) -2,000 (Cash)	+3,000 (Notes Payable)	
(6)	+1,000 (Equipment)	+1,000 (Accounts Payable)	
(7)	+4,000 (Furniture) -4,000 (Cash)		
(8)	No effect since she is effectively not yet a business transaction		
(9)	-3,000 (Cash) +3,000 (Notes Receivable)		

The balance sheet is as follows:

BALANCE SHEET (in \$)	
Name: Leida Cruz's Firm	
As Of: December 31, 2010	
Particulars	Amount
ASSETS:	
Cash	50,000
Deposit for Rent	1,000
Equipment	6,000
Furniture	4,000
Notes Receivables	3,000
Total assets	64,000
LIABILITIES:	
Accounts Payable	1,000
Notes Payable	3,000
Total liabilities	4,000
STOCKHOLDERS' EQUITY:	
Paid in Capital	60,000
Total stockholders' equity	60,000
Total liabilities & stockholders' equity	64,000