

NAME: MASOOD AHMED

ID: 38186

DEPT: BSCS

ASSIGNMENT #2

Q1:

Solution:-

TransactionIncome StatementBalance Sheet

Revenue - Expenses = Net

Assets - Liabilities =

Income

Owner's Equity

Aug 1	NE	NE	NE	I	NE	I
Aug 4	NE	NE	NE	I	I	NE
Aug 9	NE	NE	NE	NE	NE	NE
Aug 16	NE	NE	NE	I	I	NE
Aug 21	NE	NE	NE	NE	NE	NE
Aug 24	I	NE	I	I	NE	NE I
Aug 27	NE	I	D	NE	I	D
Aug 28	NE	NE	NE	NE	NE	NE
Aug 31	NE	D	D	D	NE	D

JOURNAL

Date	Description	Debit	Credit
Aug 1	Cash	280,000	
	Capital Stock		280,000
	(Invested amount in cash)		
Aug 4	Land	60,000	
	Building	340,000	
	Cash		80,000
	Note Payable		320,000
	(Purchased Land & Building)		
Aug 8	Medical Instruments	75,000	
	Cash		75,000
	(Purchased instruments)		
Aug 16	Office Equipment	25,000	
	Cash		20,000
	Account Payable		15,000
	(Purchased Equipments)		
Aug 21	Office Supplies	4,200	
	Cash		4,200
	(Purchased office supplies)		
Aug 24	Cash	7,000	
	Account Receivable	12,000	
	Service Revenue		13,000
	(Issued bill for Service Render)		
Aug 27	Advertising Expense	450	
	Account Payable		450
	(Payment due for Advertisement)		
Aug 28	Cash	500	
	Account Receivable		500
Aug 31	Salary Expense	2,200	
	Cash		2,200

Signature _____

No. _____

No. _____

LEDGER ACCOUNTS:

Date . Cash

Dr Cr

Aug 1 280,000

Aug 4 80,000

Aug 8 75,000

Aug 16 10,000

Aug 21 4,200

Aug 24 1000

Aug 28 500

Aug 31 2,200

 $= 281,500 = 171,400$ $= (109,100) \text{ Dr}$

Capital Stock

Dr Cr

Aug 1 280,000

Dr (280,000)

Equipment

Dr Cr

Aug 16 25,000

Dr (25,000)

Account Receivable

Dr Cr

Aug 24 12,000

Aug 28 500

 $12,000 - 500 = (11,500) \text{ Dr}$

Account Payable

Dr Cr

Aug 16 15,000

Aug 27 450

 $\text{Cr } (15,450)$

Land

Dr Cr

Aug 4 60,000

Dr (60,000)

Office Supplies

Dr Cr

Aug 21 4,200

Dr = (4,200)

Building

Dr Cr

Aug 4 340,000

Dr (340,000)

Notes Payable

Dr Cr

Aug 4 320,000

Cr (320,000)

Date _____

Service Revenue		Advertising Expense	
Dr	Cr	Dr	Cr
Aug 24	13,000	Aug 27 450	6
	Cr = (13,000)	Dr = (450)	
Salary Expense		Medical Instruments	
Dr	Cr	Dr	Cr
Aug 31 2,200		Aug 9 75,000	
Dr (2,200)		Dr (75,000)	

TRIAL BALANCE~~TOTAL DEBIT~~~~TOTAL CREDIT~~

Account	Debit	Credit
1) Cash	109,100	
2) Office Equipments	25,000	
3) Account Receivable	11,500	
4) Land	60,000	
5) Office Supplies	4,200	
6) Building	340,000	
7) Medical Instruments	75,000	
8) Notes Payable		320,000
9) Acc. Payable		15,450
10) Service Revenue		13,000
11) Advertising Expense	450	
12) Capital Stock		280,000
13) Salary Expense	2,200	
<u>Total</u>	<u>628,450</u>	<u>628,450</u>

Signature _____

QC

No. _____

Date _____

Computing total assets, total liabilities and total equity

ASSETS		LIABILITIES	
Cash	108,100	Notes Payable	320,000
Office Equipments	28,000	Acc. Payable	15,450
Acc. Receivable	11,500		
Land	60,000		
Office Supplies	4,200		
Building	340,000		
Medical Instruments	75,000		
	<u>625,800</u>		<u>335,450</u>

Owner's Equity

Capital Stock = 280,000

Retained Earnings = Assets - Liabilities
 $625,800 - (335,450 + 280,000)$

Owner's Equity = 10,350

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No. _____

Q2:-

Solution:-

TONE DELIVERIES INC. TRANSACTIONS

DATE	Assets	Liabilities	Equity	Revenues	Net Income
May 2	I	I	NE	NE	NE
May 4	D	NE	D	I	D
May 5	I	NE	I	NE	I
May 8	D	NE	D	I	D
May 15	D	NE	D	NE	D
May 18	NE	NE	NE	NE	NE
May 20	I	NE	I	NE	I
May 28	D	NE	D	I	D
May 30	NE	NE	D	NE	D

JOURNAL

Date	Description	Dr	Cr
Mar 2	Cash	80,000	
	Capital Stock (issued shares)		80,000
Mar 4	Truck	45,000	
	Cash		15,000
	Note Payable (purchased Truck)		30,000
Mar 5	Rent Expense	2,500	
	Cash		2,500
	(Paid rent)		

Date

Mar 9	Acc. Receivable	11,300	
	Service Revenue		11,300
	(billed customers)		
Mar 15	Salary	7,100	
	Cash		7,100
	(Paid salaries)		
Mar 19	Maintenance Expense	800	
	Cash		800
	(Maintenance expense)		
Mar 20	Cash	3,800	
	Acc. Receivable		3,800
	(Cash from customers)		
Mar 28	Acc. Receivable	14,400	
	Service Revenue		14,400
	(Service performed)		
Mar 30	Salary Expenses	7,500	
	Cash		7,500
	(Paid salaries)		
Mar 30	Fuel Expense	830	
	Acc. Payable		830
	(Received fuel bill)		
Mar 30	Dividends	1,200	
	Dividends Payable		1,200
	(Declared Dividend Payable)		

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LEDGERCash

Dr		Cr
May 2	80,000	
May 4		15,000
May 5	2,500	2,500
May 15		7,100
May 19		900
May 20	3,800	
May 30		7,500
	Dr (50,800)	

Acc. Receivable

Dr		Cr
May 9	11,300	
May 20		3,800
May 28	14,400	
	Dr (29,500)	

Truck

Dr		Cr
May 4	45,000	

Notes Payable

Dr		Cr
May 4		30,000

Rent Expenses

Dr		Cr
May 5	2,500	

Salaries Expenses

Dr		Cr
May 15	7,100	
May 30	7,500	
	Dr (14,600)	

Maintenance Expense

Dr		Cr
May 19	800	

Fuel Expense

Dr		Cr
May 30	830	

Service Revenue

Dr		Cr
May 9		11,300
May 28		14,400
		Cr (25,700)

Date _____

Acc. Payable		Dividends Payable	
Dr	Cr	Dr	Cr
Mar 30	830	Mar 30	1200

Capital Stock		Dividends	
Dr	Cr	Dr	Cr
Mar 2	80,000	Mar 30	1200

TRIAL BALANCE

	Account	Debit	Credit
1-	Cash	50,800	
2-	Acc. Receivable	21,900	
3-	Truck	45,000	
4-	Rent Expense	2,500	
5-	Salaries Expense	14,800	
6-	Maintenance Expense	900	
7-	Fuel Expense	830	
8-	Dividends	1,200	
9-	Notes Payable		30,000
10-	Acc. Payable		830
11-	Dividends Payable		1200
12-	Capital Stock		80,000
13-	Service Revenue		25,700
	<u>Total</u>	<u>137,730</u>	<u>137,730</u>

Signature _____

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No. _____

Date _____

Computing total assets, total liabilities and owner's Equity:-

ASSETS		LIABILITIES	
Cash,	50,800	Notes Payable	30,000
Acc. Receivable	27,900	Acc. Payable	830
Truck	45,000	Dividends Payable	1,200
	<u>117,700</u>		<u>32,030</u>

Owner's Equity

Capital Stock : 80,000
 Retained Earnings : 5670 (Calculated as Revenue - Expense - Dividends).

"The End"