Asset Dr A=L+O/E

 {+rev-exp-drawings}

Liability Cr “

Capital Cr

Rev Cr

Exp Dr

Drawings Dr

Asset increase Dr

Asset decrease cr

25. Cash Dr 100\*25=2500

 Unearned revenue cr 2500

30.A/P dr 900

 Cash cr 900

Prob -1

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Date | Explanation |  ref | Dr | Cr |
| April 14  8   11 12 1317202530 30 | Cash drCapital crLand drCash crAdvertising exp drA/P crSalary exp DrCash crNo entry(its not a financial transaction)Prepaid insurance exp DrCash crDrawings drCash crCash drAdmission revenue crCash drUnearned couponrevenue(liability) crCash dr Admission revenue crA/P drCash cr |  | 40000300001800150015001000570025008900900 | 40000300001800150015001000570025008900900 |

 Ledger

Cash

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | ex | Ref | dr | cr | bal |
| April 1April 4April 11April 13April 17April 20April 25April 30April 30 |  |  | 40000570025008900 | 30000150015001000900 | 40000 dr10000 dr8500 dr7000 dr600011700142002310022200 dr |

Capital

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  |  | dr | cr | bal |
| April 1 |  |  |  | 40000 | 40000 cr |

Land

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |
| April 4 |  |  | 30000 |  | 30000 Dr |

Advertising exp

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |
| April 8 |  |  | 1800 |  | 1800 |

A/p

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |
| April 8April 30 |  |  | 900 | 1800 | 1800cr900 cr |

Salary exp

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |
| April 11 |  |  | 1500 |  | 1500 dr |

Prepaid insurance

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |
| April 13 |  |  | 1500 |  | 1500 dr |

Admission rev

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |
| April 20April 30 |  |  |  | 57008900 | 5700 cr14600 cr |

Drawings

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |
| April 17 |  |  | 1000 |  | 1000 dr |

Unearned revenue

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  |  |  |  |  |
| April 25 |  |  |  | 2500 |  2500 cr |

 Trial Balance

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| A/C no | Account title | ref | Dr | Cr |
| 1234567.8910Total | CashCapitalLandAdvertising expA/PSalary expPrepaid insuranceDrawingAdmission revenueUnearned Admission rev |  | 2220030000180015001500100058000 | 4000090014600250058000 |

Hire, Order, Contract, Promise - Not financial event

**Problem set A: Problem no 3**

 Transaction no 6 :Repair parts exp dr

 Repair parts cr

 Transaction no 7: Cash dr 6000

 A/R dr 9000

 Service rev cr 15000

**Problem set A: Problem no 5**

Cash dr 85

A/R dr 85

 Concession revenue 170

Prepaid rent dr

Cash cr

Prob 1:

Journal

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Date | Explanation |  ref | Dr | Cr |
| April 14  8   11 12 1317202530 30 | Cash drCapital crLand drCash crAdvertising exp drA/P crSalary exp DrCash crNo entry(its not a financial transaction)Prepaid insurance exp DrCash crDrawings drCash crCash drAdmission revenue crCash drUnearned couponrevenue(liability) crCash dr Admission revenue crA/P drCash cr |  | 40000300001800150015001000570025008900900 | 40000300001800150015001000570025008900900 |

Ledger

 Cash

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Explanation | Ref | Dr | Cr | Balance |
| April 1  4  11 13 17  20 25 30 30 |  |  | 40000570025008900 | 30000150015001000900 | 40000 Dr10000 Dr8500 Dr7000 Dr6000 Dr11700 Dr14200 Dr23100 Dr22200 Dr |

Capital

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Explanation | Ref | Dr | Cr | Balance |
| April 1 |  |  |  | 40000 | 40000 Cr |

 Advertising Expense

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Explanation | Ref | Dr | Cr | Balance |
| April 8 |  |  | 1800 |  | 1800 Dr |

 A/P

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Explanation | Ref | Dr | Cr | Balance |
| April 8  30 |  |  | 900 | 1800 | 1800 Cr900 Cr |

Land

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Explanation | Ref | Dr | Cr | Balance |
| April 4 |  |  | 30000 |  | 30000 Dr |

Salary Exp

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Explanation | Ref | Dr | Cr | Balance |
| April 11 |  |  | 1500 |  | 1500 Dr |

Prepaid Insurance

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Explanation | Ref | Dr | Cr | Balance |
| April 13 |  |  | 1500 |  | 1500 Dr |

Admission Revenue

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Explanation | Ref | Dr | Cr | Balance |
| April 20  30 |  |  |  | 57008900 | 570014600 |

Drawings

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | Explanation | Ref | Dr | Cr | Balance |
| April 17 |  |  | 1000 |  | 1000 Dr |

Unearned Revenue

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Explanation | Ref | Dr | Cr | Balance |
| April 25 |  |  |  | 2500 | 2500 Cr |

Trial Balance

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Account No | Account title | Ref |  Dr | Cr |
| 12345678910 | CashCapitalLandA/PAdvertising ExpPrepaid InsuranceAdmission RevenueSalary ExpUnearned Admission RevenueDrawings |  | 22200300001800150015001000 | 40000900 146002500 |

58000 58000

Prob no 2

 Journal

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |  |  |  |  |
| May 1 2  3 7 11 12 17 31 31 | Cash DrCapital Cr No entrySupplies DrA/P CrRent exp DrCash CrA/R DrService Revenue CrCash DrUnearned Revenue CrCash DrService revenue CrSalary Exp DrCash CrA/P DrCash Cr |  | 25000250090021003500120020001000 | 25000250090021003500120020001000 |

Problem no :5

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Date | Explanation | Ref |  Dr |  Cr |
| April 1 | Cash DrLand DrBuilding DrEquipment DrAccounts payable CrMortgage payable CrCapital Cr |  | 60001000080006000 | 2000800020000 |
| 2 | Film rental expense DrCash Cr |  | 800 | 800 |
| 3 | No entry |  |  |  |
| 9 | Cash DrAdmission revenue Cr |  | 2800 | 2800 |
| 10 | Mortgage payable DrAccounts payable DrCash Cr |  | 20001000 | 3000 |
| 11 | No entry |  |  |  |
| 12 | Advertising expense DrCash Cr |  | 500 | 500 |
| 20 | Film rental expense DrA/P Cr |  | 1000 | 1000 |
| 25 | Cash DrAdmission revenue Cr |  | 5200 | 5200 |
| 29 | Salary expense DrCash Cr |  | 2000 | 2000 |
| 30 | Cash DrA/R DrService Revenue Cr |  | 8585 | 170 |
| 30 | Prepaid rent expense Dr Cash Cr |  | 900 | 900 |

**Hire, order, contract, promise**

Prob no 3:

 Journal

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Date/SL no  | Explanation | Ref | Dr | Cr |
| Jan 1 1  2 3  4 5 6  7 89 | Cash DrA/R DrParts Inventory DrPrepaid rent DrShop equipment DrA/P CrCapital CrAdvertising expense Dr Cash CrParts Inventory DrA/P CrMiscellaneous exp DrCash CrCash DrA/R Cr A/P DrCash CrRepair parts expense Dr Repair parts inventory CrCash DrA/R DrService Revenue CrWage expense DrCash Cr Drawing DrCash Cr |  | 80001500013000300021000100040002000140001500040006000900030003000 | 1900041000100040002000140001500040001500030003000 |