

PROBLEM 2-2B

(a)

		J1		
Date	Account Titles and Explanation	Ref.	Debit	Credit
2014				
Apr. 1	Cash.....	101	40,000	
	 Share Capital—Ordinary.....	311		40,000
	 (Issued shares for cash)			
1	No entry—not a transaction.			
2	Rent Expense.....	729	1,400	
	 Cash	101		1,400
	 (Paid monthly office rent)			
3	Supplies	126	5,200	
	 Accounts Payable	201		5,200
	 (Purchased supplies on			
	 account from Halo Company)			
10	Accounts Receivable.....	112	6,600	
	 Service Revenue.....	400		6,600
	 (Billed clients for services			
	 provided)			
11	Cash.....	101	1,000	
	 Unearned Service Revenue	209		1,000
	 (Received cash for future			
	 service)			
20	Cash.....	101	2,100	
	 Service Revenue.....	400		2,100
	 (Received cash for services			
	 provided)			

30	Salaries and Wages Expense	726	2,400	
	Cash	101		2,400
	(Paid monthly salary)			

30	Accounts Payable	201	1,900	
	Cash	101		1,900
	(Paid Halo Company on account)			

(b) PROBLEM 2-2B (Continued)**Cash** **No. 101**

Date	Explanation	Ref.	Debit	Credit	Balance
2014					
Apr. 1		J1	40,000		40,000
2		J1		1,400	38,600
11		J1	1,000		39,600
20		J1	2,100		41,700
30		J1		2,400	39,300
30		J1		1,900	37,400

Accounts Receivable **No. 112**

Date	Explanation	Ref.	Debit	Credit	Balance
2014					
Apr. 10		J1	6,600		6,600

Supplies **No. 126**

Date	Explanation	Ref.	Debit	Credit	Balance
2014					
Apr. 3		J1	5,200		5,200

Accounts Payable **No. 201**

Date	Explanation	Ref.	Debit	Credit	Balance
2014					
Apr. 3		J1		5,200	5,200
30		J1	1,900		3,300

Unearned Service Revenue **No. 209**

Date	Explanation	Ref.	Debit	Credit	Balance
2014					
Apr. 11		J1		1,000	1,000

Share Capital—Ordinary **No. 311**

Date	Explanation	Ref.	Debit	Credit	Balance
2014					
Apr. 1		J1		40,000	40,000

Service Revenue **No. 400**

Date	Explanation	Ref.	Debit	Credit	Balance
2014					
Apr. 10		J1		6,600	6,600
20		J1		2,100	8,700

Salaries and Wages Expense **No. 726**

Date	Explanation	Ref.	Debit	Credit	Balance
2014					
Apr. 30		J1	2,400		2,400

Rent Expense **No. 729**

Date	Explanation	Ref.	Debit	Credit	Balance
2014					
Apr. 2		J1	1,400		1,400

(c) **PROBLEM 2-2B (Continued)**

JUDI DENCH, DENTIST
Trial Balance
April 30, 2014

	Debit	Credit
Cash.....	\$37,400	
Accounts Receivable.....	6,600	
Supplies	5,200	
Accounts Payable.....		\$ 3,300
Unearned Service Revenue.....		1,000
Share Capital—Ordinary.....		40,000
Service Revenue		8,700
Salaries and Wages Expense	2,400	
Rent Expense.....	1,400	
	<u>\$53,000</u>	<u>\$53,000</u>