

1-M MASTERY PROBLEM (LO4, 5, 6), p. 27

Determining how transactions change an accounting equation

Trans. No.	Assets				=	Liabilities	+	Owner's Equity		
	Cash	+	Accts. Rec.— Dr. Shephard	+	Supplies	+	Prepaid Insurance	=	Accts. Pay.— Paws & Claws Co. +	Peter Gentry, Capital
Beg. Bal. 1	2,500 -500		0		200		100		1,300	1,500 -500 (expense)
New Bal. 2	2,000		0		200		100		1,300	1,000
New Bal. 3										
New Bal. 4										
New Bal. 5										
New Bal. 6										
New Bal. 7										
New Bal. 8										
New Bal. 9										
New Bal. 10										
New Bal. 11										
New Bal. 12										
New Bal. 13										
New Bal.										

1-C CHALLENGE PROBLEM (LO4, 5, 6), p. 28

Determining how transactions change an accounting equation

1.

Trans. No.	Assets				=	Liabilities	+	Owner's Equity
	Cash	Accts. Rec.— 4Kids Daycare	Supplies	Prepaid Insurance	=	Accts. Pay.— Ashley Tech Services	+	Linda Liu, Capital
Beg. Bal. 1	7,542	1,265	1,100	600		3,145		7,362
New Bal. 2								
New Bal. 3								
New Bal. 4								
New Bal.								

2.
