

2.10

A. Paid a creditor by cheque

A	↑	Bank	↓	L
		Creditor		
\$		\$		\$
		creditor xx		Bank xx

B. Bought a machine on credit

A	↑	Machine	↓	L
		(non-trade) Creditor		
\$		\$		\$
		creditor xx		Machine xx

C. Received cash from a debtor

A	↑	Cash	↓	A
		Debtor		
\$		\$		\$
		Debtor xx		Cash xx

D. Sold a car for cash

A	↑	Cash	↓	A
		Car		
\$		\$		\$
		Car xx		Cash xx

2.11

A. The owner put cash into the business

(A)	↑	Cash	↓		↓	Capital	↑	
	\$		\$		\$		\$	
Capital	xx				Cash		xx	

B. Bought a car on credit

(A)	↑	Car	↓		↓	(non-trade) Creditor	↑	
	\$		\$		\$		\$	
creditor	xx				Car		xx	

C. Repaid a loan by cheque ^(Bank)

(A)	↑	Bank Cheque	↓		↓	loan	↑	(L)
	\$		\$		\$		\$	
			loan	xx	Bank		xx	

D. The owner took goods from the warehouse for personal use

	↑	Drawings	↓		↑	Purchases (Inventory)	↓	
	\$		\$		\$		\$	
Purchases	xx				drawings		xx	

2.12

A. Received a cheque from a debtor

(A) ↑	Bank	↓	(A) ↑	Debtor	↓
\$		\$	\$		\$
Debtor xx			Bank xx		

B. Paid electricity charges by cheque

↑ Expenses	Electricity	↓	↑	Bank	↓
\$		\$	\$		\$
Bank xx			Electricity C. xx		

C. Received rental income in cash

(A) ↑	Cash	↓	↓ Income	Rental Received	↑ Revenue
\$		\$	\$		\$
Rent Rec'd xx			Cash xx		

D. The owner withdrew cash from the business bank account to pay for her personal insurance premiums

↑	Drawings	↓	↑	Bank	↓
\$		\$	\$		\$
Bank xx			Drawings xx		

2.22

A. Paid a creditor \$700 in cash

↑	Cash	↓	↓	L	↑	Creditor
\$	\$	\$	\$	\$	\$	\$
creditor 700						

B. Bought fixtures for \$2,000 by cheque

↑	Fixtures	↓	↑	↓	Bank
\$	\$	\$	\$	\$	\$
Bank 2000			Fixtures 2000		

C. The proprietor put \$5,000 cash into the firm

↑	Cash	↓	↓	↑	Capital
\$	\$	\$	\$	\$	\$
Capital 5000			Cash 5000		

D. K Yiu lent the firm \$500 by cheque
(loan)

↑	Bank	↓	↓	↑	Liabilities/creditor
\$	\$	\$	\$	\$	\$
K Yiu (loan) 500			Bank 500		

2.22

E. A debtor paid the firm \$500 by cheque

Bank ^A		Debtor ^A	
\$	\$	\$	\$
Debtor ↑ 500		Bank ↓ 500	

F. Bought additional shop fixtures for \$5,000 on credit

Fixtures ^A		(non-trade) Creditor ^L	
\$	\$	\$	\$
Creditor ↑ 5,000		Fixtures ↑ 5,000	

G. Paid rent of \$8,000 in cash

Rent ^{expenses}		Cash ^A	
\$	\$	\$	\$
Cash ↑ 8,000		rent ↓ 8,000	

D. The owner withdrew \$3,600 from the business bank account for personal use.

Drawings		Bank	
\$	\$	\$	\$
Bank ↑ 3,600		Drawings ↓ 3,600	

2.23X

A. Bought a van on credit for \$250,000

Van	(non-trade) Creditor
<div style="text-align: right;">\$</div> <div style="text-align: left; color: blue; font-size: 1.2em;">Creditor 250,000</div>	<div style="text-align: right;">\$</div> <div style="text-align: left; color: blue; font-size: 1.2em;">Van 250,000</div>

B. Paid P Chu, a creditor, \$75,000 by cheque

Bank	P Chu (Creditor)
<div style="text-align: right;">\$</div> <div style="text-align: left; color: blue; font-size: 1.2em;">P Chu 75,000</div>	<div style="text-align: right;">\$</div> <div style="text-align: left; color: blue; font-size: 1.2em;">Bank 75,000</div>

C. The owner put in \$100,000 and deposited the amount into the business bank account

Bank	Capital
<div style="text-align: right;">\$</div> <div style="text-align: left; color: blue; font-size: 1.2em;">Capital 100,000</div>	<div style="text-align: right;">\$</div> <div style="text-align: left; color: blue; font-size: 1.2em;">Bank 100,000</div>

D. Bought machinery for \$80,000 in cash

Machinery	Cash
<div style="text-align: right;">\$</div> <div style="text-align: left; color: blue; font-size: 1.2em;">Cash 80,000</div>	<div style="text-align: right;">\$</div> <div style="text-align: left; color: blue; font-size: 1.2em;">Machinery 80,000</div>

2.23X

E. S Leung, a debtor, paid the business \$10,000 in cash

Cash		S Leung (Debtor)	
\$	\$	\$	\$
S Leung 10,000		Sales xx	Cash 10,000
		Assets xx	

F. Sold an old machine for \$10,000 in cash

Cash		Machine	
\$	\$	\$	\$
Machine 10,000		Cash	10,000

G. Paid bank charges of \$400

Bank Charges		Bank	
\$	\$	\$	\$
Bank 400		Bank charges	400

H. The owner took a computer costing \$7,000 from the business for personal use.

Drawings		Computer	
\$	\$	\$	\$
Computer 7,500		Drawings	7,500