

South Tuen Mun Government Secondary School

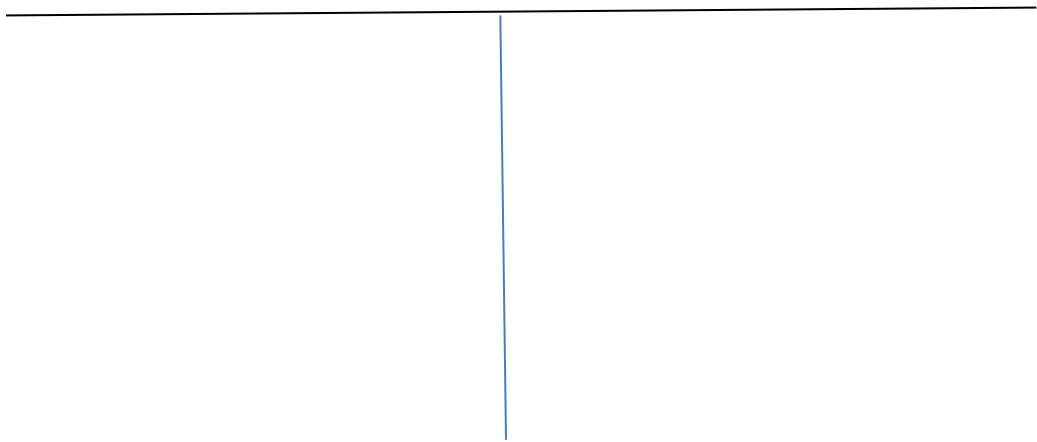
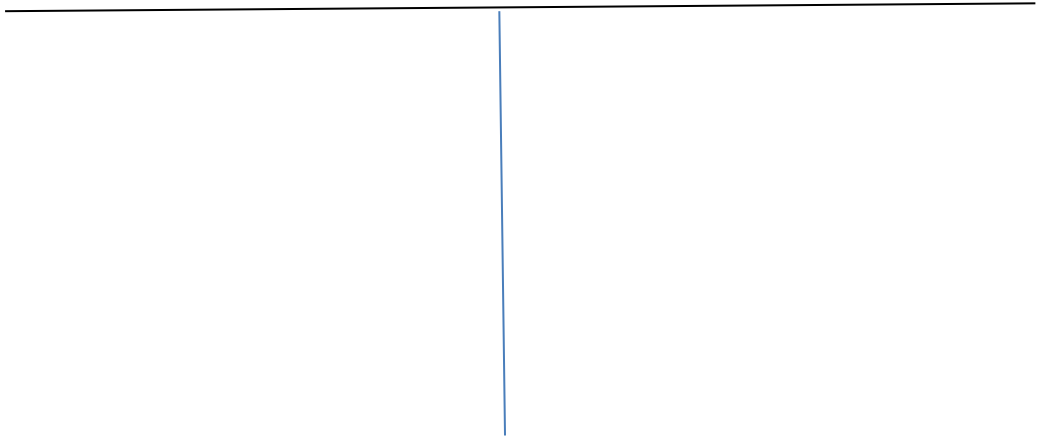
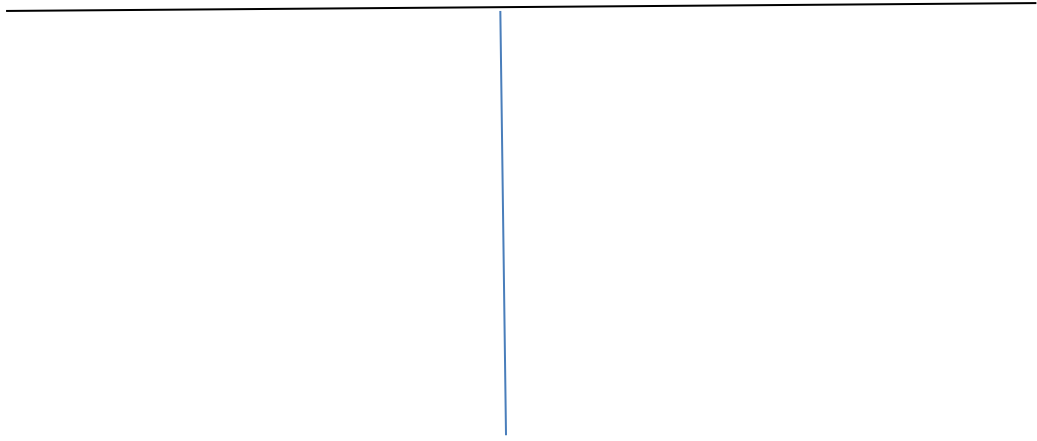
BAFS: quiz on double-entry

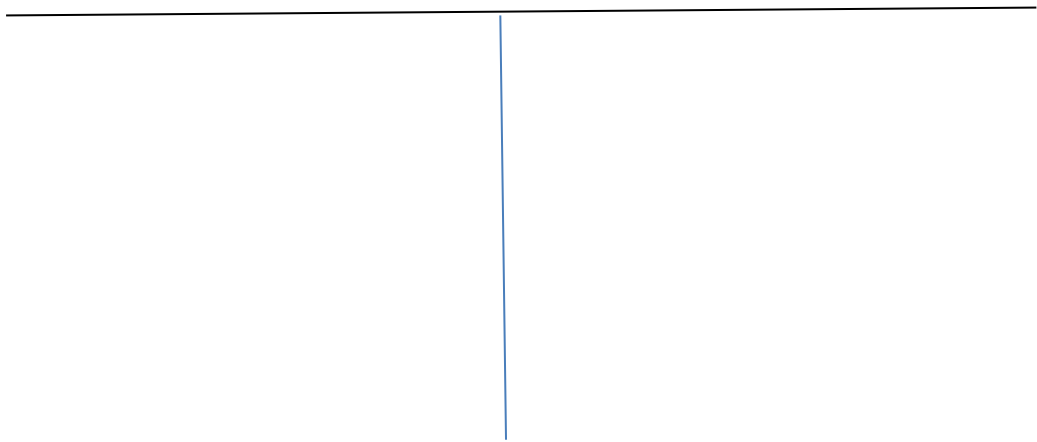
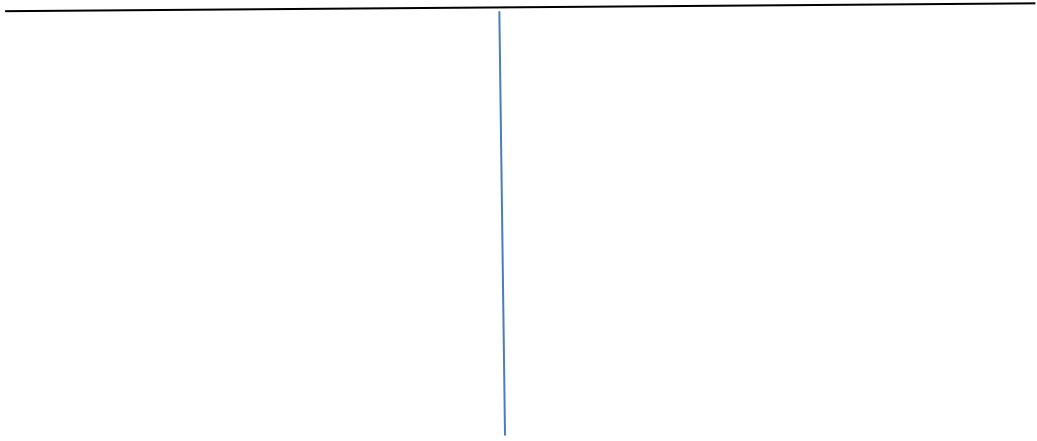
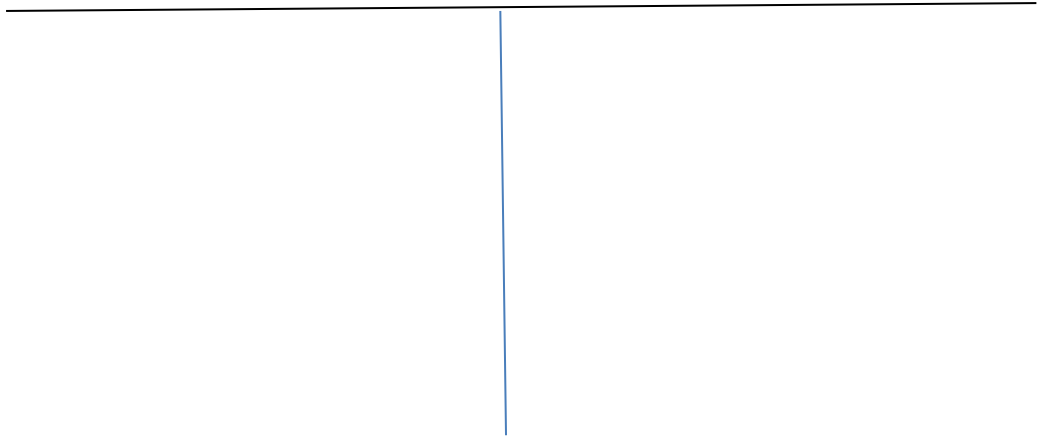
Write up the accounts to record the following transactions for Billy Chow, a wholesaler, and then balance off all the accounts at the end of October 2016. (19 marks)

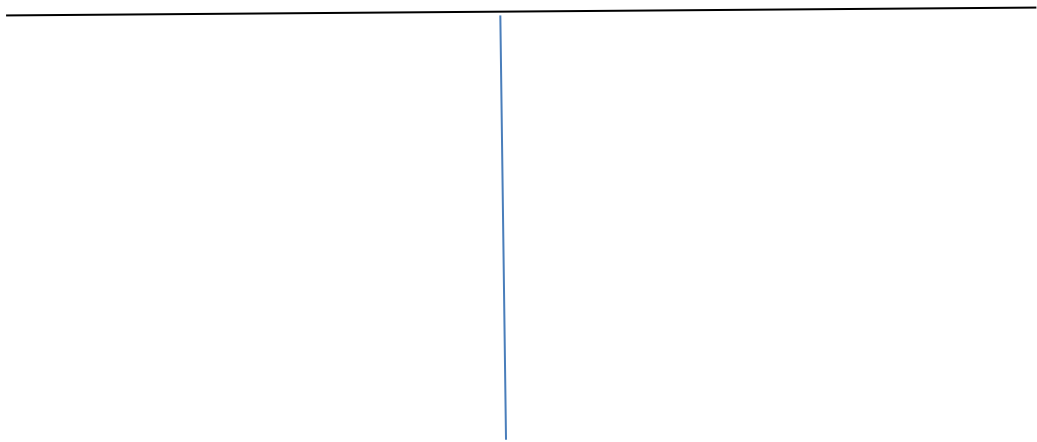
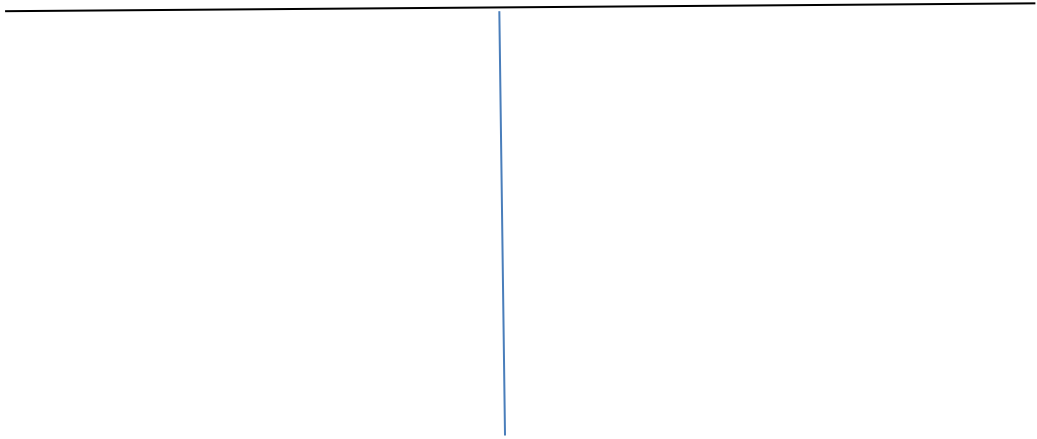
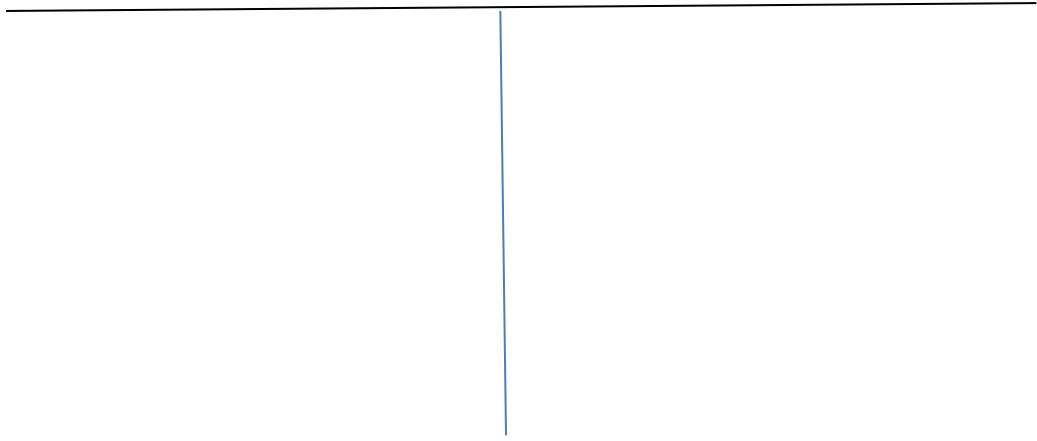
2016		
Oct	1	Billy Chow deposited \$125,000 into the business bank account as initial capital.
"	5	Withdrew \$15,000 from the bank and put it into the office safe.
"	7	Received a cash loan of \$50,000 from Elle Chan.
"	8	Bought office equipment on credit from Mandy Ltd for \$36,000.
"	11	Bought a telephone system for \$30,000 in cash.
"	12	Bought two delivery vans on credit from Nancy Motors for \$80,000.
"	17	Paid Mandy Ltd \$16,000 in cash.
"	20	Settled half of the sum owed to Nancy Motors by cheque.
"	22	Bought conference tables and chairs on credit from Omega Furniture Ltd for \$5,000.
"	23	Paid Nancy Motors \$20,000 in cash.
"	24	Repaid \$20,000 of Elle Chan's loan by cheque.
"	28	Returned one conference chair costing \$300 to Omega Furniture Ltd.
"	29	Bought lockers from Omega Furniture Ltd for \$2,000 in cash.
"	30	Sold a delivery van at its original cost of \$26,000 for cash.

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Answer:**Bank**

2016		\$	2016		\$			
Oct	1	Capital	125,000	Oct	5	Cash	15,000	0.5, 0.5
				"	20	Nancy Motors	40,000	0.5
				"	24	Loan from Elle Chan	20,000	0.5
				"	31	Balance c/d	50,000	0.5
			<u>125,000</u>				<u>125,000</u>	
Nov	1	Balance b/d	50,000					

Capital

2016		\$	2016		\$			
Oct	31	Balance c/d	<u>125,000</u>	Oct	1	Bank	<u>125,000</u>	0.5, 0.5
				Nov	1	Balance b/d	125,000	

Cash

2016		\$	2016		\$			
Oct	5	Bank	15,000	Oct	11	Office equipment	30,000	0.5, 0.5
"	7	Loan from Elle Chan	50,000	"	17	Mandy Ltd	16,000	0.5, 0.5
"	30	Delivery vans	26,000	"	23	Nancy Motors	20,000	0.5, 0.5
				"	29	Furniture	2,000	0.5
				"	31	Balance c/d	23,000	0.5
			<u>91,000</u>				<u>91,000</u>	
Nov	1	Balance b/d	23,000					

Loan from Elle Chan

2016		\$	2016		\$			
Oct	24	Bank	20,000	Oct	7	Cash	50,000	0.5, 0.5
"	31	Balance c/d	30,000					0.5
			<u>50,000</u>				<u>50,000</u>	
				Nov	1	Balance b/d	30,000	

Office Equipment

2016		\$	2016		\$			
Oct	8	Mandy Ltd	36,000	Oct	31	Balance c/d	66,000	0.5, 0.5
"	11	Cash	30,000					0.5
			<u>66,000</u>				<u>66,000</u>	
Nov	1	Balance b/d	66,000					

Mandy Ltd

2016		\$	2016		\$			
Oct	17	Cash	16,000	Oct	8	Office equipment	36,000	0.5, 0.5
"	31	Balance c/d	20,000					0.5
			<u>36,000</u>				<u>36,000</u>	
				Nov	1	Balance b/d	20,000	

Delivery Vans

2016		\$	2016		\$			
Oct	12	Nancy Motors	80,000	Oct	30	Cash	26,000	0.5, 0.5
				"	31	Balance c/d	<u>54,000</u>	0.5
			<u>80,000</u>				<u>80,000</u>	
Nov	1	Balance b/d	54,000					

Nancy Motors

2016		\$	2016		\$			
Oct	20	Bank (\$80,000 ÷ 2)	40,000	Oct	12	Delivery vans	80,000	0.5, 0.5
"	23	Cash	20,000					0.5
"	31	Balance c/d	20,000					0.5
			<u>80,000</u>				<u>80,000</u>	
				Nov	1	Balance b/d	20,000	

Furniture

2016		\$	2016		\$			
Oct	22	Omega Furniture Ltd	5,000	Oct	28	Omega Furniture Ltd	300	0.5, 0.5
"	29	Cash	2,000	"	31	Balance c/d	6,700	0.5, 0.5
			<u>7,000</u>				<u>7,000</u>	
Nov	1	Balance b/d	6,700					

Omega Furniture Ltd

2016		\$	2016		\$			
Oct	28	Furniture	300	Oct	22	Furniture	5,000	0.5, 0.5
"	31	Balance c/d	4,700					0.5
			<u>5,000</u>				<u>5,000</u>	
				Nov	1	Balance b/d	4,700	