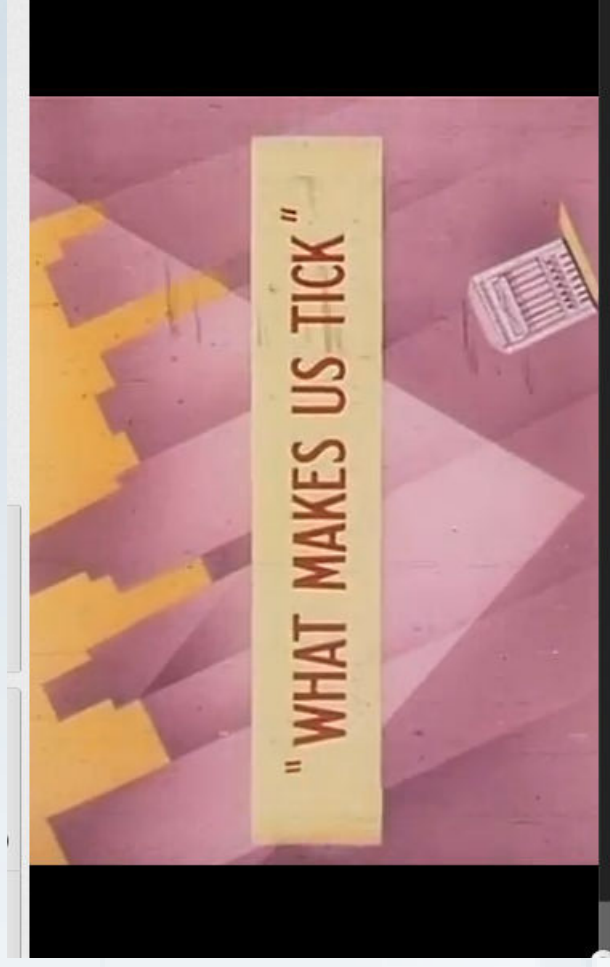




Accounting

Stocks...

- http://www.youtube.com/watch?v=ZmUS5Bvr_mY



| Student: | Sept 10: Q 1-7 | Sept 11: 1A, 2-3 | Sept 12: Monopoly | Sept 14 HW | Sept 17 HW | Sept 26: Ledger 1,2,3 | Sept 27: Crook's Garage | Oct 1: Sgt. Spatter | Oct 2: Compr. Case 5 | Oct 15: ISP | Oct 18 - Page 133 & 134 | Oct 25 - Business Assign | Oct 26 - ROI Chart | Oct 26 - Fashion Case | Oct 29 - Stockbroker Cas | Oct 31 - Pg 140 & 149 | PROJECT 1 (4.3) | UNIT 1 TEST (56) | Open Computer Quiz (/36) | Homework % | Assignments / Tests | Overall % |
|----------|----------------|------------------|-------------------|------------|------------|-----------------------|-------------------------|---------------------|----------------------|-------------|-------------------------|--------------------------|--------------------|-----------------------|--------------------------|-----------------------|-----------------|------------------|--------------------------|------------|---------------------|-----------|
| 13 | 1 | | | | 1 | | | 1 | 1 | 2 | | 1 | | | 4 | | 3.3 | 40 | | 58% | | |
| 12 | 1 | 1 | 1 | 1 | | | 1 | | 1 | 1 | | | | | | | 2.8 | 41 | | 37% | | |
| 19 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 2 | | 1 | 1 | n/a | 4 | | 2.8 | 46 | | 94% | | |
| 14 | 1 | 1 | 1 | | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 3 | | 1.8 | 36 | 27 | 84% | 61% | 67% |
| 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 2 | 1 | 1 | 1 | 1 | 4 | | 3.8 | 51 | | 100% | | |
| 20 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 2 | 1 | n/a | | | | | 4 | 55 | n/a | 67% | 97% | 89% |
| 11 | | | | | | 1 | | | | 2 | | 1 | | | 4 | | 2.8 | 50 | 24 | 57% | 80% | 80% |
| 15 | 1 | 1 | 1 | 1 | 1 | 1 | | | | 2 | 1 | 1 | 1 | 1 | 4 | | 3.8 | 55 | 36 | 84% | 97% | 94% |
| 2 | 1 | 1 | 1 | 1 | | 1 | 1 | 1 | 1 | 2 | 1 | 1 | | 1 | | | 3.8 | 57 | n/a | 68% | 97% | 90% |
| 16 | 1 | 1 | 1 | | | 1 | | 1 | 1 | | | 1 | 1 | | | | 3.3 | 44 | 23 | 42% | 75% | 67% |
| 10 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | | 2 | 1 | 1 | 1 | 1 | 4 | | 3 | 47 | 31 | 95% | 81% | 84% |
| 6 | | | 1 | | | 1 | | 1 | | | | 1 | | | | | | 35 | | 21% | | |
| 3 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 2 | | n/a | 1 | 1 | 4 | | 3.3 | 53 | | 94% | | |
| 9 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | | | 1 | 1 | 1 | 4 | | 3.8 | 51 | 34 | 84% | 91% | 89% |
| 4 | 1 | 1 | 1 | 1 | | 1 | 1 | 1 | 1 | 2 | 1 | 1 | 1 | 1 | 4 | | 4 | 54 | 36 | 95% | 96% | 96% |
| 8 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 2 | | | 1 | | 4 | | 3.8 | 53 | 23 | 84% | 87% | 86% |
| 5 | | 1 | 1 | | | 1 | 1 | 1 | 1 | 2 | | | | 1 | 3 | | | 35 | | 63% | | |
| 7 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 2 | | 1 | 1 | 1 | 4 | | 3.8 | 51 | 36 | 95% | 92% | 93% |



E

E

Adding Columns...

- A single underline implies a mathematical operation...

| | |
|-----------|--------------|
| Expense 1 | 1,000 |
| Expense 2 | <u>4,000</u> |
| | 5,000 |

Double Underline

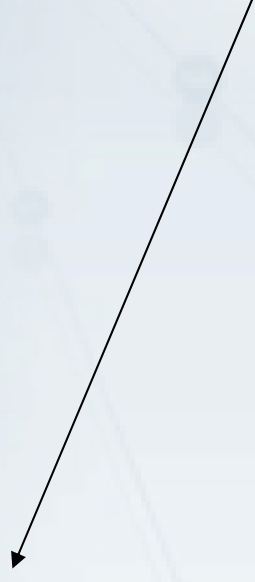
We use a double underline to indicate that the number is not used in another operation.

| | |
|--------------|-------------------|
| Asset 1 | 300 |
| Asset 2 | <u>200</u> |
| Total Assets | <u><u>500</u></u> |
| Liab. 1 | 400 |
| Liab. 2 | <u>100</u> |
| Total Liabs. | <u><u>500</u></u> |

Double Underline

We use a double underline to indicate that the number is not used in another operation.

| | |
|--------------|------------|
| Asset 1 | 300 |
| Asset 2 | <u>200</u> |
| Total Assets | 500 |
| | |
| Liab. 1 | 400 |
| Liab. 2 | <u>100</u> |
| Total Liabs. | <u>500</u> |



This is different!

Double Underline

We use a double underline to indicate that the number is not used in another operation.

| | |
|--------------|------------|
| Asset 1 | 300 |
| Asset 2 | <u>200</u> |
| Total Assets | 500 |

| | |
|--------------|-----------------|
| Liab. 1 | 400 |
| Liab. 2 | <u>100</u> |
| Total Liabs. | <u>500</u> |
| | <u><u>0</u></u> |

HOMEWORK CHECK

- Please show me the balance sheet for the comprehensive exercise. (It should include the 'expanded equity' section.)

Checking your homework...

- If you didn't get the correct answer, make the correction, but change the colour of your answer to **red**.
- This will help you when you are looking over your work to focus on the areas where you are not as confident.

Exercise 1, p. 140

Complete the schedule below by filling in the blanks.

| Items | Opening Capital | Net Income or Net Loss (-) | Drawings | Ending Capital |
|-------|-----------------|----------------------------|----------|----------------|
| a. | \$20 000 | \$15 000 | \$10 000 | \$ 35 000 |
| b. | 50 000 | -2 000 | 7 000 | 41 000 |
| c. | 70 000 | 32 000 | 26 500 | 75 500 |
| d. | 36 700 | 16 000 | 19 500 | 33 200 |
| e. | 56 000 | 14 000 | 30 000 | 40 000 |
| f. | 45 000 | -5 000 | 25 000 | 15 000 |
| g. | 22 000 | 16 000 | 10 000 | 28 000 |
| h. | 35 000 | 25 000 | 18 000 | 42 000 |
| i. | 120 000 | 42 000 | 50 000 | 112 000 |

checking example: if you had 12,000, change it to 16,000

Exercise 2, p. 140

Complete the following schedule by filling in the blanks for each of the five separate equity section relationships.

| Financial Information | Company 1 | Company 2 | Company 3 | Company 4 | Company 5 |
|---------------------------------------|-----------|-----------|-----------|-----------|-----------|
| Beginning capital | \$ 6 000 | \$ 6 000 | \$15 000 | \$ 5 000 | \$62 000 |
| Total revenues | 10 000 | 25 000 | 29 000 | 50 000 | 30 000 |
| Total expenses | 8 000 | 11 000 | 18 000 | 30 000 | 36 000 |
| Net income or loss (-) | 2 000 | 14 000 | 11 000 | 20 000 | -5 000 |
| Drawings | 3 000 | 12 000 | 17 000 | 15 000 | 5 000 |
| Increase or decrease (-) in equity | -1 000 | 2 000 | -6 000 | 5 000 | -10 000 |
| Ending capital | 5 000 | 8 000 | 9 000 | 10 000 | 53 000 |

| Financial Information | Company 1 | Company 2 | Company 3 |
|---|------------------|------------------|------------------|
| Beginning capital | \$ 6 000 | \$ 6 000 | \$15 000 |
| Total revenues | 10 000 | 25 000 | 29 000 |
| Total expenses | 8 000 | 11 000 | 18 000 |
| Net income or loss (-) | 2 000 | 14 000 | 11 000 |
| Drawings | 3 000 | 12 000 | 17 000 |
| Increase or decrease (-) in equity | -1 000 | 2 000 | -6 000 |
| Ending capital | 5 000 | 8 000 | 9 000 |

Owner's Equity

Capital

Beginning Balance

Net Income

Drawings

Decrease in Capital

Ending Balance

6,000

2,000

3,000

(1,000)

5,000

| Bank | A/R — Jenkins and Co. | Office Supplies |
|-------|-----------------------|-----------------|
| 5 000 | 300 | 300 |
| 175 | 50 | 120 |
| 300 | 600 | 420 |
| 5 475 | 1 500 | |
| | 1 200 | |
| | 750 | |
| | 120 | |
| | 50 | |
| | 70 | |
| | 500 | |
| 2 915 | 3 160 | |

| Office Equipment | Automobile |
|------------------|------------|
| 1 100 | 18 000 |

| A/P — Office Supply Company | N.A. James, Capital | N.A. James, Drawings |
|-----------------------------|---------------------|----------------------|
| 1 100 | 23 000 | 200 |
| | | 500 |
| | | 700 |

| Fees Earned | Advertising Expense | Car Expense |
|--------------|---------------------|-------------|
| 900 | ② 50 | ⑨ 120 |
| 175 | ⑬ 50 | |
| 200 | ⑩ 100 | |
| 600 | ⑭ | |
| <u>1 875</u> | | |

| Donations Expense | Miscellaneous Expense | Rent Expense |
|-------------------|-----------------------|--------------|
| ⑥ 100 | ⑮ 70 | ⑪ 750 |

Exercise 7 (cont.)

C.

N.A. James

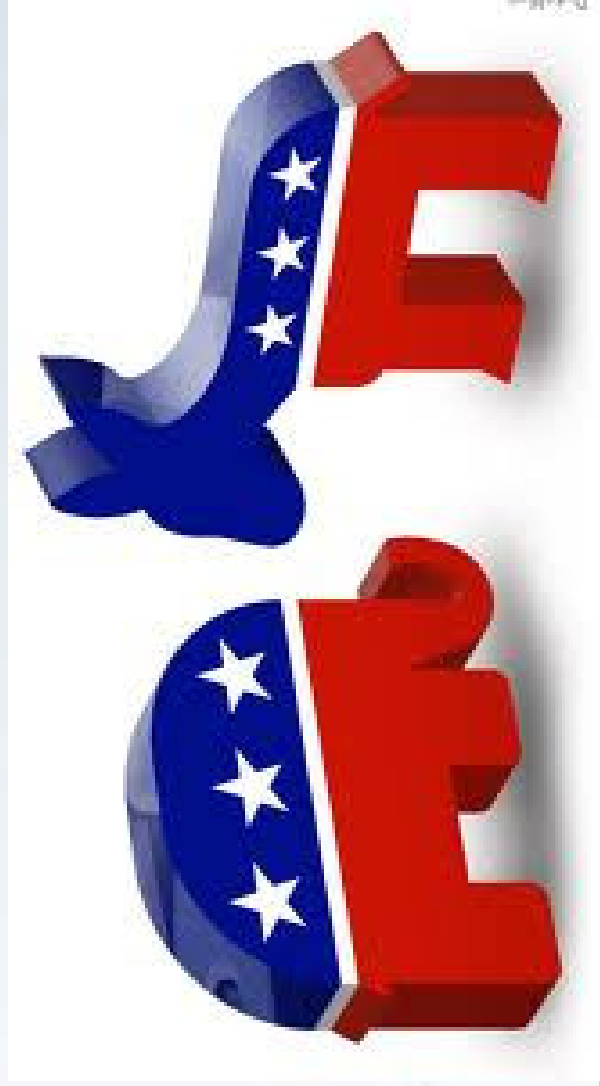
Trial Balance

October 31, 20__

| ACCOUNTS | DEBIT | | | CREDIT | | |
|-----------------------|-------|---|-----|--------|----|-----|
| | | | | | | |
| Bank | 2 | 3 | 15 | - | | |
| A/R—Jenkins and Co. | 1 | 2 | 00 | - | | |
| Office Supplies | | 4 | 20 | - | | |
| Office Equipment | 1 | 1 | 00 | - | | |
| Automobile | 1 | 8 | 00 | 00 | - | |
| N.A. James, Capital | | | | | 23 | 000 |
| N.A. James, Drawings | | 7 | 00 | - | | |
| Fees Earned | | | | | 1 | 875 |
| Advertising Expense | | 1 | 00 | - | | |
| Car Expense | | 1 | 20 | - | | |
| Donations Expense | | 1 | 00 | - | | |
| Miscellaneous Expense | | | 70 | - | | |
| Rent Expense | | | 750 | - | | |
| | 24 | 8 | 75 | - | 24 | 875 |
| | | | | | | |

TEST #2 – Tuesday, Nov 6

- General Accounting Knowledge
- GAAP
- T Account Ledger (DR & CR)
- Expanded Equity Section (B/S)



Homework

- Page 140, #3
- Page 146, 'Review Exercise' 1
- Page 148, 'Review Exercise' 5
- Create four transactions for a Mobile Application Development business, so that each of the following accounts are affected at least once:
 - Fees Earned, Computer Repair Expense, Capital, Accounts Payable or Receivable.(see the required format on the last page...)

Pg. 140

- 3. Prepare the equity section of the balance sheet from the data given for each case below.**

| Owner's name | G. Benvie | S. Robb | J. Bedford |
|-------------------|--------------------------------|-------------------------------------|----------------------------|
| Fiscal period | Year ended December 31, 20— | Three months ended March 31, 20— | Month ended May 31, 20— |
| Opening capital | \$27 042.62 | \$19 641.25 | \$20 196.74 |
| Net income (loss) | 39 171.04 | 22 462.67 | (3 750.20) |
| Drawings | 35 000.00 | 25 575.00 | 10 047.17 |

CHAPTER 5 Review Exercises

Using Your Knowledge

- 1 Mrs. L. Bopara owns and operates a small florist shop in Gander, Newfoundland. She deposits all cash received in the bank and makes all payments by cheque. At the end of the last fiscal period, the Bank account showed a credit balance of \$1 350 after all balances were found to be correct.
 - A. Assuming no errors, how is it possible for Bank, an asset account, to have a credit balance?
 - B. If, during the fiscal period, the revenue exceeded the expenses by \$2 000 and the drawings amounted to \$2 600, what is the net income figure for the period?

- 5 With the expanded ledger, the accounting equation now appears as shown below. In your Workbook, complete the schedule by filling in the rectangles with the correct figures for Penny Company over a four-year period. (*Hint: Ending capital from one year becomes the beginning capital for the next year.*)

| | Assets | = | Liabilities | + | Beginning Capital | + | Revenues | - | Expenses | - | Drawings |
|---------------|----------------------|---|----------------------|---|----------------------|---|----------|---|----------|---|----------------------|
| End of Year 1 | 100 | = | 20 | + | 70 | + | 60 | - | 45 | - | 5 |
| End of Year 2 | 120 | = | 30 | + | <input type="text"/> | + | 90 | - | 60 | - | <input type="text"/> |
| End of Year 3 | 130 | = | <input type="text"/> | + | <input type="text"/> | + | 105 | - | 80 | - | 20 |
| End of Year 4 | <input type="text"/> | = | 30 | + | <input type="text"/> | + | 110 | - | 95 | - | 10 |

Please put each transaction in the following format...

An electrical storm passes through the area and fries three of the businesses computers. They were worth \$600 each, but have be thrown away.

| | | | |
|----|---------|------------------|--------|
| DR | Capital | 600.00 | |
| | CR | Office Equipment | 600.00 |

* Please share these with MrAlexanderCHSS@hotmail.com before Monday's class.