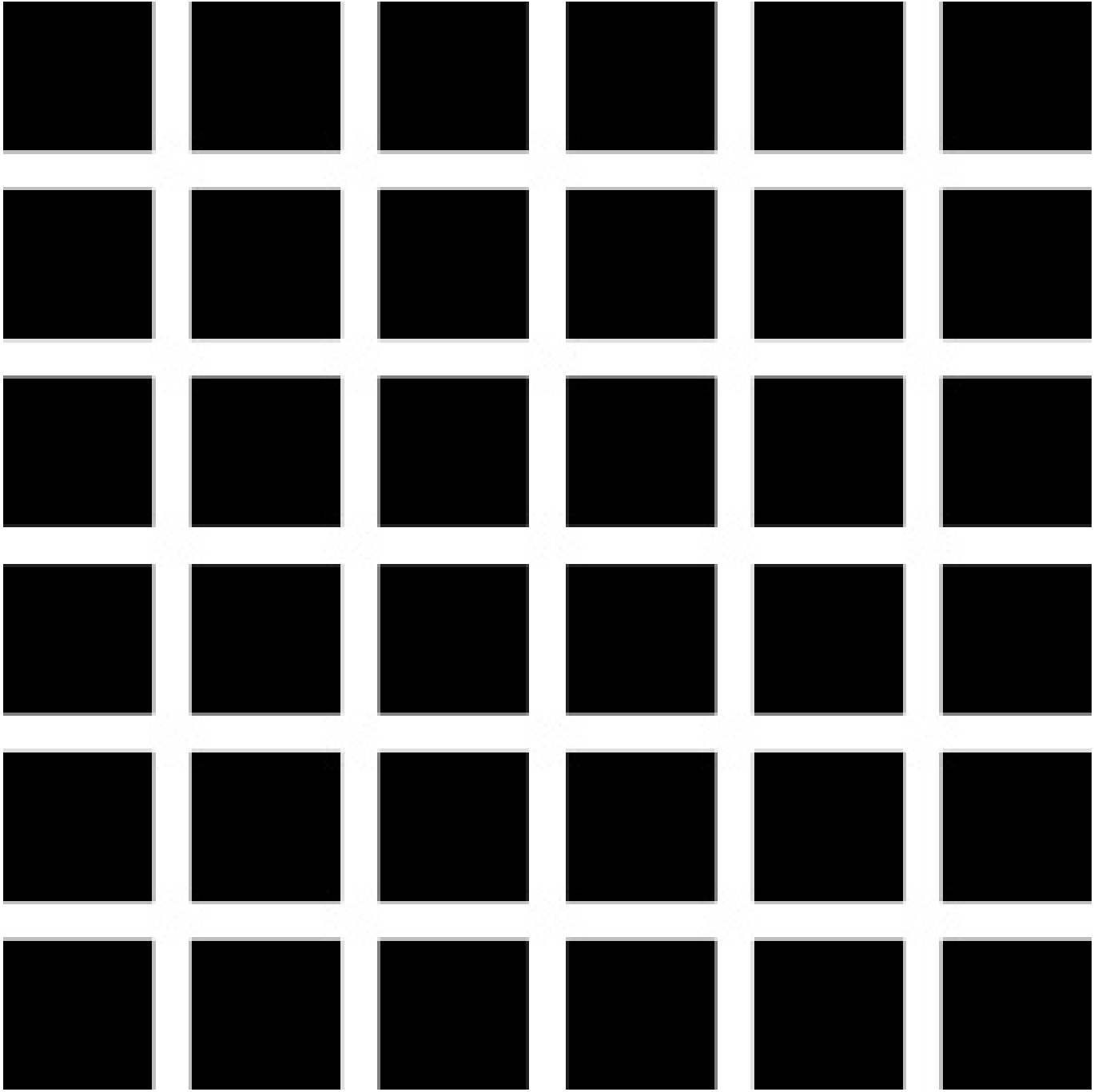




Accounting



TO TAKE UP...

- Exercise 1 on page 59

In an excel file called 'KostiukTransactionSheet', create and complete a transaction analysis sheet with the transactions provided.

Do your $\text{Assets} - \text{Liabilities} = \text{Owner's Equity}$?

	ASSETS						LIABILITIES		OWNER'S EQUITY
	Cash	Accounts Receivable	Supplies	Office Furniture	Truck	Accounts Payable		S. Kostiuk Capital	
		D. Murray				Ace Supply	Pine Motors		
Opening balances	1 000	50						1 050	

TRANSACTIONS

- Stationery and supplies are purchased from Ace Supply on credit for \$75. They will be paid for within 30 days.
- A new desk for the office is purchased for \$450 cash.
- D. Murray, a debtor, pays her debt in full.
- A \$100 service is performed for a customer who pays immediately in cash.
- A used truck costing \$6 500 is purchased from Pine Motors. A down payment of \$500 is made. It is agreed that the remainder of the purchase price will be paid within three months.
- Ace Supply, a creditor, is paid \$75.
- The owner, Sheila Kostiuk, withdraws \$100 from the business for her own use.

	Assets					Liabilities			Owner's Equity
	Cash	Accounts Receivable	Supplies	Office Furniture	Truck	Accounts Payable		S. Kostluk, Capital	
		D. Murray				Ace Supply	Pine Motors		
Opening balances	1 000	50						1 050	
<i>Transaction 1</i>			+75			+75			
New balances	1 000	50	75			75		1 050	
<i>Transaction 2</i>	-450			+450					
New balances	550	50	75	450		75		1 050	
<i>Transaction 3</i>	+50	-50							
New balances	600		75	450		75		1 050	
<i>Transaction 4</i>	+100							+100	
New balances	700		75	450		75		1 150	
<i>Transaction 5</i>	-500				+6 500		+6 000		
New balances	200		75	450	6 500	75	6 000	1 150	
<i>Transaction 6</i>	-75					-75			
New balances	125		75	450	6 500		6 000	1 150	
<i>Transaction 7</i>	-100							-100	
New balances	25		75	450	6 500		6 000	1 050	

$$\underbrace{7\ 050} = \underbrace{6\ 000} + \underbrace{1\ 050}$$

1. Create an excel document called TriangleTransactionSheet using the information from the balance sheet below. (You may work with a partner.)
2. Post the transactions to your spreadsheet.
3. Prepare a new balance sheet when you have completed this. (A - L = OE ?)

TRIANGLE REAL ESTATE BALANCE SHEET SEPTEMBER 30, 20—		
Assets		
Cash	\$ 216	
A/R – P.Adams	375	
A/R – J. Singh	150	
A/R – N. Swartz	200	
Supplies	4 175	
Office Furniture	<u>21 967</u>	
Total Assets	<u>\$27 083</u>	
Liabilities		
A/P – Acme Supply		\$ 1 562
Owner's Equity		
J. Morse, Capital		<u>25 521</u>
Total Liabilities and Equity		<u>\$27 083</u>

TRANSACTIONS

October 1

1. Triangle Real Estate receives \$100 cash from N. Swartz in partial payment of the amount owed by him.
2. Acme Supply is paid \$200 cash in partial payment of the debt owed to them.
3. Supplies costing \$95 are purchased for cash from the Standish Company.
4. Triangle Real Estate sells a home for A.J. Buhler. For this service, Triangle Real Estate receives a commission of \$4 700 cash.
5. A new desk (Office Furniture) is purchased from Ideal Furniture for \$950 cash.

We will take this up
collaboratively..

In the news...

- <http://www.cbc.ca/news/technology/story/2012/09/17/tech-iphone-orders-2m.html>
- If you purchased stocks at \$100 each, and now sold them for \$659, what would be your ROI?