

Name: _____

3A Accounting Practice Test – Chapter #5

Recording Transactions Within T-Accounts

Record the following transactions within the T-accounts provided.

October 02: A. Ascenzo invests his \$3,000.00 drum set (drum equipment) into his brand new business, "Have Drums, Will Travel"

October 04: Borrowed \$2,000.00 from the Royal Bank. (This is a demand loan.)

October 11: Bought wooden drum sticks and a new kick drum skin (drum supplies - to be consumed within the accounting period) for \$85.00. Paid cash.

October 17: A. Ascenzo plays his first paying gig at Phoenix Concert Theatre. Receives \$700.00 cash for his drumming services.

November 15: Purchased a new 15" Zildjian K-Custom Dark Crash Cymbal (drum equipment) for \$255.00 from Babik Music. Paid \$50.00 cash, the balance is payable in 60 days.

November 17: Returned the 15" Zildjian K-Custom Dark Crash Cymbal (drum equipment)

November 22: Played a gig at the Horseshoe. Received \$900.00 cash.

November 24: Received and paid a bill from Bell Telephone for \$35.00.

November 25: Purchased an advertisement in Eye Magazine for \$800.00. This amount is payable in 15 days.

December 04: Purchased a Paste 12" AAX Medium Cymbal (drum equipment). This cymbal costs \$239.00. Paid the full amount in cash.

December 12: Paid the balance owing to Eye Magazine.

December 19: Provided \$375.00 of drumming services to Matthew Baxter for a private function. Received \$100.00 in cash, the balance is placed on account.

December 23: Received a bill from Bell Telephone for \$38.00. Payable in 15 days

December 31: A. Ascenzo withdraws \$100.00 for personal use.

Cash	
Debit	Credit

A/P – Bell Telephone	
Debit	Credit

A. Ascenzo - Capital	
Debit	Credit

Drum Equipment	
Debit	Credit

Fees Earned	
Debit	Credit

A/R – M. Baxter	
Debit	Credit

Supplies Expense	
Debit	Credit

Bank Loan Payable – Royal Bank	
Debit	Credit

Advertising Expense	
Debit	Credit

A/P – Babik Music Store	
Debit	Credit

Phone Expense	
Debit	Credit

A/P – Eye Magazine	
Debit	Credit

A. Ascenzo, Drawings	
Debit	Credit

Completing Financial Statements

i. Using the final balances from the completed T-accounts, prepare an Income Statement for the quarter ended October 31, 2003. **(4 marks)**

ii. Using the final balances from the completed T-accounts, prepare a Balance Sheet (next page) as at October 31, 2003. **(6 marks)**
