**Assessable Homework 2 - Questions**

**TOTAL MARKS = 37.5 marks—divide by 5 to get a % out of 7.5%**

**Question 1 – Calculate the missing figures. (1.5 marks)**

|  |  |  |
| --- | --- | --- |
| **Assets** | **Liabilities** | **Owner’s Equity** |
| **320,000** | **(a)** | **182,000** |
| **(b)** | **70,000** | **59,000** |
| **189,000** | **94,000** | **(c)** |

**Question 2 – Analysing business transactions. (15 marks)**

**The following table contains several business transactions for the current month for a Sole Trader.**

**Required:**  Identify the **names of which** **accounts** are affected, how they are affected **(+/-, increase or decrease),** and the **element** of the financial statement of these accounts (A, L, OE, R, E).

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Business Transactions** | The owner contributed $40,000 cash to commence the business. | Purchased a motor vehicle for $12,000 on credit. | Paid $1,600 cash for rent for the current month. | Borrowed $20,000 from the bank to be repaid in 6 years.  | Cash received for services provided this month $8,400. |
| **Account name** |  |  |  |  |  |
| +/- (Increase/decrease) |  |  |  |  |  |
| Element |  |  |  |  |  |
|  |  |  |  |  |  |
| **Account name** |  |  |  |  |  |
| +/- (Increase/decrease)  |  |  |  |  |  |
| Element |  |  |  |  |  |

**Question 3** - **Complete the table below. (21 marks)**

|  |  |  |
| --- | --- | --- |
| **Item** | **Classification of item** **(A, L, OE, R, E)** | **Income Statement (IS) or** **Balance Sheet (BS)** |
| Accounts payable |  |  |
| Accounts receivable |  |  |
| Advertising expense |  |  |
| Capital |  |  |
| Cash at bank |  |  |
| Depreciation expense |  |  |
| Interest expense |  |  |
| Interest revenue |  |  |
| Inventory |  |  |
| Loan payable |  |  |
| Motor vehicles |  |  |
| Office furniture |  |  |
| Rent expense |  |  |
| Rent revenue |  |  |
| Sales revenue |  |  |
| Service revenue |  |  |
| Share capital |  |  |
| Stationery |  |  |
| Stationery expense |  |  |
| Wages expense |  |  |
| Wages payable |  |  |