

Transactions That Affect Assets, Liabilities, and Owner's Capital

PROBLEM 4–1 Ordering and Numbering a Chart of Accounts

The following accounts are used by Gordan Enterprises.

Accounts Payable— Custom Craft Inc.	Accounts Receivable— Hanover Company	Miscellaneous Expense
Accounts Payable— Sorenson Ltd.	Advertising Expense	Office Equipment
Accounts Receivable— Beisler Inc.	Cash in Bank	Gail Gordan, Capital
	Fees Income	Gail Gordan, Withdrawals
	Income Summary	Supplies
		Utilities Expense

- 1. Rearrange the accounts in the order in which they would be listed in the chart of accounts for Gordan Enterprises.
- 2. Assign each account an account number.

Gordan Enterprises Chart of Accounts		
Assets (100–199)		
Liabilities (200–299)		
Owner's Equity (300–399)		
Revenue (400–499)		
Expenses (500–599)		

On July 12, ABC Computers issued Check 602 for \$4,700 for office equipment.

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- _____ is a(n) _____ account.
- _____ is a(n) _____ account.

- _____ is _____.
- _____ is _____.

- _____ is debited for \$_____.

- _____ is credited for \$_____

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| | | | |
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PROBLEM 4-3 Analyzing a Credit Purchase

1. Which accounts are affected?

2. What is the classification of each account?

_____ is a(n)_____account.

_____ is a(n)_____account.

_____ is _____.

_____ is _____.

_____ is debited for \$_____.

_____ is credited for \$_____.

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