

Name: _____

Problem 5A

Chapter 5, Analyzing Transactions Affecting Problem 5A Revenue, Expenses, and Withdrawals

Pamela Wong owns and operates Thunder Graphics Desktop Publishing.

A partial list of the chart of accounts appears in your working papers.

Instructions On the forms provided in your working papers:

1. Prepare a T account for each account listed.
2. Analyze and record each of the following business transactions in the appropriate T accounts. Identify each transaction by number.
3. After recording all transactions, compute a balance for each account.
4. Test for the equality of debits and credits.

Trans. No.	Transactions
1	Pamela Wong invested \$25,000 in the business.
2	Bought a new computer on account from Computer Warehouse, Inc. for \$1,400.
3	Ms. Wong invested office equipment, valued at \$650, in the business.
4	Paid the rent for the month, \$750, Check 207.
5	Wrote Check 208 for \$145 for minor repairs to the equipment.
6	Completed graphics design work on account for Adams, Bell, and Cox, Inc., \$850.
7	Paid the \$175 utility bill, Check 209.
8	Deposited the daily design receipts in the bank, \$1,200.
9	Sent Check 210 for \$700 to Computer Warehouse, Inc. as payment on account.
10	Received \$425 from Adams, Bell, and Cox, Inc.
11	Ms. Wong withdrew \$150 for personal needs.
12	Paid the \$85 telephone bill, Check 211.

Analyze

Calculate the total expenses the business recorded in the above transactions.