

# Answers

**Note:** To save time and space, the months are omitted in the Ledger accounts which follow. The day of the month is shown in brackets.

## Answer to Question 1.2A BA 1

- (a) 76,200      (b) 25,800      (c) 15,200
- (d) 52,050      (e) 52,000      (f) 79,500

## Answer to Question 1.4A BA 1

- (a) Asset              (f) Asset
- (b) Asset              (g) Liability
- (c) Liability          (h) Liability
- (d) Asset              (i) Asset
- (e) Asset

## Answer to Question 1.6A BA 1

Assets List Wrong: Accounts payable, Capital.  
Liabilities List Wrong: Loan to J Wilson, Equipment, Computers.

## Answer to Question 1.8A BA 1

Fixtures 1,200 + Van 6,000 + Inventory 2,800 + Bank 200 + Cash 175 = Total Assets 10,375.  
Loan 2,500 + Accounts payable 1,600 + Capital (difference) 6,275.

## Answer to Question 1.10A BA 1

M Kelly		
Statement of Financial Position as at 30 June 2016		
<i>Non-current assets</i>		
Equipment		6,800
<i>Current assets</i>		
Inventory	7,200	
Accounts receivable	6,300	
Cash at bank	<u>4,200</u>	
	17,700	
<i>Less Current liabilities</i>		
Accounts payable	<u>8,200</u>	<u>9,500</u>
		<u>16,300</u>
Capital		<u>16,300</u>

**Answer to Question 1.12A BA 1**

<i>Assets</i>	<i>Liabilities</i>	<i>Capital</i>
(a) +Van	+Accounts payable	
(b) – Cash	– Loan from F Duff	
(c) +Inventory		
– Bank		
(d) +Cash		+Capital
(e) +Inventory		
– Accounts receivable		
(f) +Inventory	+Accounts payable	
(g) – Cash		– Capital
(h) – Bank	– Accounts payable	

**Answer to Question 1.14A BA 1****J Hill***Statement of Financial Position as at 7 December 2016*

<i>Non-current assets</i>		
Equipment	6,310	
Car	<u>7,300</u>	13,610
<i>Current assets</i>		
Inventory	8,480	
Accounts receivable	3,320	
Bank	9,510	
Cash	<u>485</u>	
		<u>21,795</u>
		35,405
<i>Current liabilities</i>		
Accounts payable		<u>1,760</u>
		<u>33,645</u>
Capital		<u>33,645</u>

**Answer to Question 2.11A BA 1**

<i>Debited</i>	<i>Credited</i>	<i>Debited</i>	<i>Credited</i>
(a) Trailor	Cash	(b) J Tough	Bank
(c) Loan from W Small	Cash	(d) Cash	Trailor
(e) Office equipment	Dexter Ltd	(f) Cash	T Walls
(g) Bank	L Tait	(h) Bank	Capital
(i) Cash	Loan from F Burns	(j) J Fife	Cash

Answer to Question 2.14A BA 1

		<i>Bank</i>				<i>Cash</i>	
(1) Capital	16,000	(2) Van	6,400	(12) Bank	180	(15) Office fixtures	120
(25) Cash	400	(12) Cash	180	(21) Loan: Berry	500	(25) Bank	400
		(19) Carton Cars	7,100				
		(30) Office fixtures	480			<i>Vans</i>	
				(2) Bank	6,400		
				(8) Carton Cars	7,100		
						<i>Old Ltd</i>	
(5) Old Ltd	900					(5) Office fixtures	900
(15) Cash	120						
(30) Bank	480						
		<i>Capital</i>				<i>Carton Cars</i>	
		(1) Bank	16,000	(19) Bank	7,100	(8) Van	7,100
						<i>Loan from Berry</i>	
						(21) Cash	500

Answer to Question 2.15A BA 1

		<i>Bank</i>				<i>Cash</i>	
(1) Capital	18,000	(8) Cash	400	(1) Capital	1,500	(3) Computer	1,200
(2) Loan Fox	4,000	(15) Loan Fox	1,000	(8) Bank	400	(24) Loan Fox	500
		(17) Drop	840				
						<i>Computer</i>	
(15) Bank	1,000	(2) Bank	4,000	(3) Cash	1,200		
(24) Cash	500						
						<i>Drop Ltd</i>	
				(17) Bank	840	(5) Display stands	840
(5) Drop	840					<i>P Blake</i>	
						(31) Printer	400
						<i>Printer</i>	
		(1) Cash	1,500	(31) P Blake	400		
		(1) Bank	18,000				

