

Homework 3 Exercises: BE3-1, BE3-4, BE3-11, and BE3-12

BE3-1

	assets	liabilities	stockholders' equity
Purchased supplies on account.	increased	increased	no effect
Received cash for performing a service	increased	no effect	increased
Expenses paid in cash	decreased	no effect	decreased

BE3-4

	Debit	Credit	Normal Balance
Accounts Payable	decreased	increased	Credit
Advertising Expense	increased	decreased	Debit
Service Revenue	decreased	increased	Credit
Accounts Receivable	increased	decreased	Debit
Retained Earnings	decreased	increased	Credit
Dividends	increased	decreased	Debit

BE3-11

Peete Company		
Trial Balance		
30-Jun-17		
	Debit	Credit
Accounts Receivable	\$ 3,000.00	
Cash	\$ 5,400.00	
Dividend	\$ 1,200.00	
Equipment	\$ 13,000.00	
Rent Expenses	\$ 1,000.00	
Salaries and Wages Expenses	\$ 4,000.00	
Accounts Payable		\$ 1,000.00
Common Stock		\$ 18,000.00
Service Revenue		\$ 8,600.00
Total	\$ 27,600.00	\$ 27,600.00

BE3-12

BIRELLIE COMPANY		
Trial Balance		
31-Dec-17		
	Debit	Credit
Accounts Payable		\$ 2,500.00
Cash	\$ 20,800.00	
Common Stock		\$ 10,000.00
Dividends	\$ 5,000.00	
Prepaid Insurance	\$ 3,500.00	
Rent Expense	\$ 2,600.00	
Retained Earnings		

Salaries and Wages Expense	\$ 14,600.00	
Service Revenue		\$ 25,600.00
Unearned Service Revenue		\$ 1,800.00
Total	\$ 46,500.00	\$ 39,900.00