

Answers to Study Guide Questions

CHAPTER 2

PART 1 True/False

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|------|------|-------|
| 1. T | 5. F | 9. T |
| 2. T | 6. F | 10. T |
| 3. T | 7. T | |
| 4. F | 8. T | |

PART 2 Completion—Language of Business

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|------------------|-------------------|
| 1. debit | 4. trial balance |
| 2. footings | 5. compound entry |
| 3. transposition | 6. credit |

PART 3 Accounting Entries

Professional Equipment	Accounts Payable
+ -	- +
(a) 760	(a) 760
Accounts Receivable	Professional Fees
+ -	- +
(b) 764	(b) 764
Rent Expense	Cash
+ -	+ -
(c) 950	(c) 950
Supplies Expense	Accounts Payable
+ -	- +
(d) 410	(d) 410
Utilities Expense	Cash
+ -	+ -
(e) 76	(e) 76
Cash	Accounts Receivable
+ -	+ -
(f) 610	(f) 610
Accounts Payable	Cash
- +	+ -
(g) 500	(g) 500
Salary Expense	Cash
+ -	+ -
(h) 990	(h) 990
Office Equipment	Cash
+ -	+ -
(i) 342	(i) 342
Accounts Payable	Supplies Expense
- +	+ -
(j) 200	(j) 200