Raya High Institute

Course Title: Accounting Studies

Year: 4th year

Quiz No 4

1) Spring Company purchases equipment for $1,300 and supplies for $400 from Sally Co. for $1,700 on account The entry for this transaction will include a
   a. credit to Equipment $1,300 and a credit to Supplies $400.
   b. debit to Accounts Payable for $1,700
   c. credit to Cash for $1,700
   d. debit to Equipment $1,300 and debit to Supplies 400 and credit to Accounts Payable $1,700
   e. debit to Equipment $1,300 and debit to Supplies 400 and credit to Cash $1,700

2) On October 3, Ashraf received a cash payment for services rendered to a client. What is the journal entry?
   a. Debit to service revenue and credit to Omar, Capital.
   b. Debit to cash and credit to Accounts Receivable.
   c. Debit to revenue and credit to Cash.
   d. Debit to cash and Credit to service revenue.

3) On January 14, Atef Industries purchased Equipment of $4500 and paid one third immediately. The remaining is to paid with 15 days. The entry to record the purchase will be:
   a. debit to Equipment $4,500, and a credit to Accounts Payable $3,000 and credit to Cash $1,500.
   b. debit to Equipment $4,500, and a credit to Accounts Payable $1,500 and credit to Cash $3,000.
   c. debit to Accounts Payable $3,000 and credit to Cash $1,500 and Credit to Equipment $4,500
   d. debit to Equipment $4,500, and a credit to Accounts Receivable $1,500 and credit to Cash $3,000

4) An entry with more than one debit accounts or credit is called
   a. Simple entry
   b. Triple entry
   c. Multiple entry
   d. Compound entry

- Supplies at beginning of October, 5,000
- Supplies at end of October, 1,800
- What is the journal entry to record supplies at end of October?

Answer