



Course code- GE235

Course Title : Principles of Accounting, Business and Economics

Quiz- Two

Time: 50 Minutes

Marks = 15

The following information's extracted from Sadi Service Center:

Question No-1

Sadi Services

Trail Balance

July 31, 2025

Account Title	Debit (Tk.)	Credit (Tk.)
Cash	6,500	
Advertising Expense	700	
Utilities expense	500	
Salaries expense	1,200	
Service revenue		20,000
Accounts receivable	3,000	
Unearned service revenue		5,000
Prepaid insurance	2,700	
Supplies	1,400	
Equipment	52,000	
Notes payable		13,900
Accounts payable		5,400
Sadi, capital		25,000
Sadi, drawing	1,300	
Total	<u>69,300</u>	<u>69,300</u>

Other data consist of the followings:

- Insurance expires at the rate of Tk. 300 of the month.
- There are Tk. 900 of supplies on hand at July 31.
- Monthly depreciation on the equipment is Tk. 1,000
- Interest of Tk. 600 on the notes payable has accrued during July.
- Unearned service revenue earned Tk. 3,000

Instructions:

- Journalise the adjusting entries Omit Explanations.
- Prepare a work sheet.
- Jurnalize the closing entries.
- Prepare a classified balance sheet