BALANCE SHEET AND INCOME STATEMENT REVISION

1. Indicate which **financial statement** (balance sheet or income statement) and the **type of account** (current asset, non-current asset, current liability, non-current liability, equity, income or expense) the following accounts relate to.

|  |  |  |
| --- | --- | --- |
| **Account Name** | **Statement**  | **Type of Account**  |
| Accounts payable  |  |  |
| Accounts receivable  |  |  |
| Administration expense  |  |  |
| Buildings  |  |  |
| Cash  |  |  |
| Cost of goods sold  |  |  |
| Equipment  |  |  |
| Interest expense  |  |  |
| Inventory  |  |  |
| Land  |  |  |
| Machinery  |  |  |
| Mortgage  |  |  |
| Capital  |  |  |
| Drawings  |  |  |
| Sales revenue  |  |  |
| Interest paid |  |  |
| Interest received  |  |  |
| Vehicles  |  |  |
| Taxes  |  |  |
| Dividends paid  |  |  |
| Dividends received  |  |  |
| Executive salaries  |  |  |
| Rent expense  |  |  |
| Rent income  |  |  |
| Insurance expense  |  |  |
| Patents  |  |  |
| Short-term loan  |  |  |
| Wages payable  |  |  |
| Furniture and fixtures  |  |  |
| Long-term debt  |  |  |

2. The following information has been provided by John Grout who owns *Grout’s Tiling Service*.

1. Prepare an **income statement** for *Grout’s Tiling Service* for year ended 30 June 2015 to determine the profit or loss at the end of the year.
2. Prepare a **fully classified narrative balance sheet** as at 30 June 2015.

|  |  |  |
| --- | --- | --- |
| Cash at bank | 12,000 |  |
| Wages payable  |  | 4,500 |
| Accounts receivable  | 6,200 |  |
| Supplies on hand | 3,100 |  |
| Electricity account payable  |  | 850 |
| Rent expense  | 3,500 |  |
| Equipment  | 7,900 |  |
| Advertising expense  | 2,300 |  |
| Revenue  |  | 32,400 |
| Interest Paid | 125 |  |
| Short term loan payable |  | 5,100 |
| Mortgage  |  | 20,000 |
| J. Grout, capital  |  | ??? |