

4.17.4 REVISION EXERCISE 4

The following transactions during October 20.1 relate to Witblits Electricians:

Date	Transactions	Amount
20.1		R
Oct 1	W Blits, the owner, deposited as opening capital	10 000
	Obtained loan from SA Bank	6 000
3	Bought equipment on credit from Sparks Dealers	1 000
9	Made an EFT for an advertisement in a local newspaper	200
12	Paid the telephone account	75
13	H House paid money into the bank account for services rendered to them	500
17	Drew money for private use	2 000
24	As an additional capital contribution W Blits transferred his motor vehicle to the business	9 000
27	Paid salaries directly into the employee's bank accounts	2 000
30	Did an EFT to SA Bank as a repayment on the loan	1 500



REQUIRED

Prepare the following in the books of Witblits Electricians:

- (1) The appropriate ledger accounts which reflect the above transactions, properly balanced/closed on 31 October 20.1.

NB: Indicate the correct contra ledger account.

- (2) The trial balance on 31 October 20.1.