



Question (2): On 1st Jan 2012, the books of Elham Trading shows a balance of BD56,000 for accounts Receivable. The following transactions were made during the year:

Feb 15: Wrote off the balance of Haneen, BD1,200.

Jun 20: Haneen won some money and paid half of her balance.

Required: Make the necessary journal entries.

Date	Account Titles	Debit	Credit

Question (3):

Rashid Company had the following balances on Dec 31 2016.

Credit Sales BD70,000

Accounts Receivable BD30,000

The following transactions was occurred during Jan 2017:

Jan 1 : Estimated bad debt 10% of credit sales.

Jan 17: Wrote off Ebrahim's account receivable of BD1,600 as uncollectible.

Jan 31: Ebrahim won money and paid BD1,000 from his amount due which wrote off on Jan 17.

Required: Journalize the above transactions, if the company uses allowance method.

Date	Account Titles	Debit	Credit



**Question (4):**

At the end of the year the accounts receivable of Al-Noor Company were categorized as follows:

Age Group	Amount (BD)	Estimated Percent Uncollectible	Estimated Amount Uncollectible (BD)
Not yet due	75,000	0.5%	
1-30 days past due	20,000	1%	
31-60 days past due	15,000	2%	
61-90 days past due	11,000	4%	
More than 90 days past due	6,000	7%	
Total Accounts Receivable	127,000		

Before recording the bad debt expense, the credit balance in the Allowance for Doubtful Account was BD1,000.

Required:

- 1- Compute the estimated amount of provision in the space provided in the above table.
- 2- Prepare the adjusting entry needed to bring the provision for doubtful debts to the proper amount.

Date	Account Titles	Debit	Credit

Question (5):

A company purchased an equipment system for BD422,500 on January 1, 2022. The company expects the equipment to last for eight years or 81,250 hours of operation, with **no estimated salvage value**. During the 2022, the equipment was in operation for 8,000 hours, while in 2023, the equipment was in operation for 8,700 hours.

1. Compute the depreciation expense relating to the equipment for 2022 and 2023 using the following depreciation methods:

a. Straight-line.

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b. Double-declining-balance.

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c. Units-of-production.

2. Prepare a journal entry if the company sold the equipment at 31 December 2025 for BD32,500 (Use Straight-Line Method).

Date	Account Titles	Debit	Credit

Question (6):

Prepare the Journal Entry to record the following transaction:

Sold goods BD3,000 to customer Jassim, who are using MasterCard. The charge of credit card is 2%.

Date	Account Titles	Debit	Credit