Cem Co.1

05.01.08: Cem Co. is established by two partners as a consulting company. The first partner invested 100,000 USD cash, and second partner invested in the company is 150,000 USD his building.

08.01.08: Office furniture and computers are bought for 25,000 USD on credit.

10.01.08: Consulting services billed to ABC Company the amount of 15,000 USD.

13.01.08: An automobile is bought for 20,000 USD on a bank credit.

15.01.08: 5,000 USD down payment is made by Cem Co. To the suppliers of furniture and computers.

20.01.08: 18,000 USD collection is made from ABC Co. For the remaining part of the receivable is promised to pay also by cheque.

24.01.08: 200 USD paid for the gasoline.

25.01.08: A new customer, BBC Co. is billed in the amount of 41,000 USD for the services rendered. BBC paid in cash 25,000USD and promised to pay in one week 6,000USD and signed for remaining balance a notes payable,

28.01.08: The remaining balance of ABC is collected fully.

The interest accrued for the bank loan taken on Dec. 18. is 26 USD.

31.01.08: Total of Utility bills for the business 1,200 USD are paid.

31.01.08: Wages of employees 10,000 USD is paid.

Required:

1. Record all transactions in general journal
2. Transfer all the journal entries to general ledger
3. Prepare trial balance as of 31.01.2008

1 Prepared by Oktay Taş, October 2010