



# TRANSACTIONS ON ACCOUNT

**Transaction 4** August 7. Bought supplies on account from Supply Depot, \$500.00.

	Assets			=	Liabilities + Owner's Equity	
	Cash	+ Supplies	+ Prepaid Insurance	=	Accts. Pay.— Supply Depot	+ Kim Park, Capital
Balances	\$3,525	\$275	\$1,200		\$0	\$5,000
 Bought supplies on account		+500			+500	
New Balances	\$3,525	\$775	\$1,200		\$500	\$5,000
 Paid cash on account	-300				-300	
New Balances	\$3,225	\$775	\$1,200		\$200	\$5,000

**Transaction 5** August 11. Paid cash on account to Supply Depot, \$300.00.