

Q 1\\: A partial trail balance of Safin Company at January 31, 2015, show the following:

SAFIN COMPANY		
Adjusted Trail balance		
January 31, 2015		
	<u>Debit</u>	<u>credit</u>
Supplies	\$ 900	
Prepaid insurance	2400	
Salaries and wages payable		\$ 800
Unearned service Revenue		750
Supplies Expenses	950	
Insurance Expense	400	
Salaries and wages expense	1800	
Service revenue		2000

Required: Answer the following questions , assuming the year beginning January 1.(a) : If the amount in supplies is the January 31, adjusted entry and \$850 of supplies was parched in January , what was the balance in supplies , on January 1.

(b): If the amount in insurance expense in the January 31, adjusted entry and the original insurance premium was for one year, what was the total premium and when was the policy purchased.

(c): If \$2700 of salaries and wages were paid in January, what was the balance in salaries and wages payable at December 31, 2014.

(d): If \$1600 was received in January for service performed in January, what was the balance in unearned service Revenue at December 31, 2014.

Q 2\\: The following balances were taken from the books of Parnevik Corp. on December 31, 2016:

Interest Revenue	\$ 86000	
Cash	51000	
Sales Revenue	1280000	
A\R		150000
Prepaid insurance		20000

Sales returns & Allowance	150000
Allowance for doubtful account	7000
Sales discount	45000
Land	100000
Equipment	200000
Building	140000
Cost of goods sold	621000
Accumulated depreciation –Equipment	40000
Accumulated Depreciation- building	28000
N\R	155000
Selling expenses	194000
A\P	27000
Administrative and general expenses	97000
Accrued liabilities	320000
Interest expense	60000

N\P	100000
Loss from plant assets	120000
Capital	500000
Retained earnings	21000

Assume the total effective tax rate on all item 34%

Required " prepare multiple-income statement steps.

Good luck

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