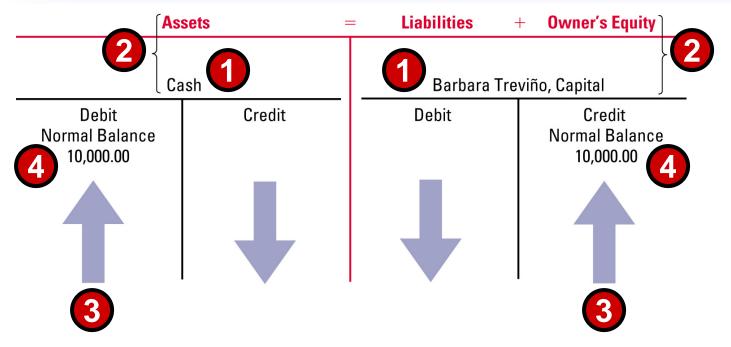
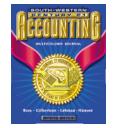
RECEIVED CASH FROM OWNER AS AN INVESTMENT

August 1. Received cash from owner an an investment, \$10,000.00.



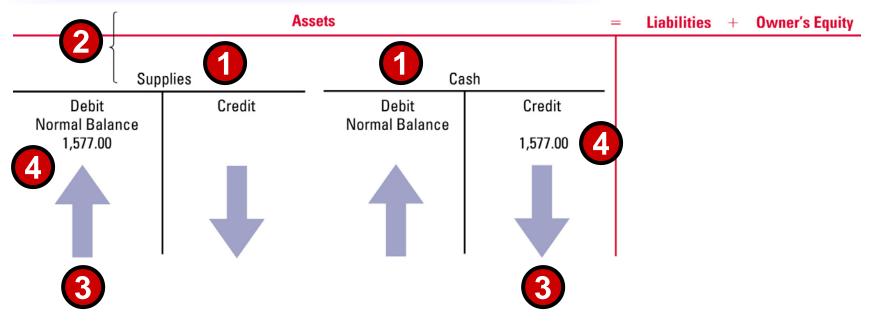
- 1. Cash and Barbara Treviño, Capital are affected.
- 2. *Cash* is an asset account. *Barbara Treviño, Capital* is an owner's equity account.
- 3. Assets are increased. Owner's Equity is increased.
- 4. Cash is debited. Barbara Treviño, Capital is credited.



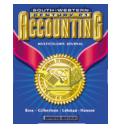
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PAID CASH FOR SUPPLIES

August 3. Paid cash for supplies, \$1,577.00.



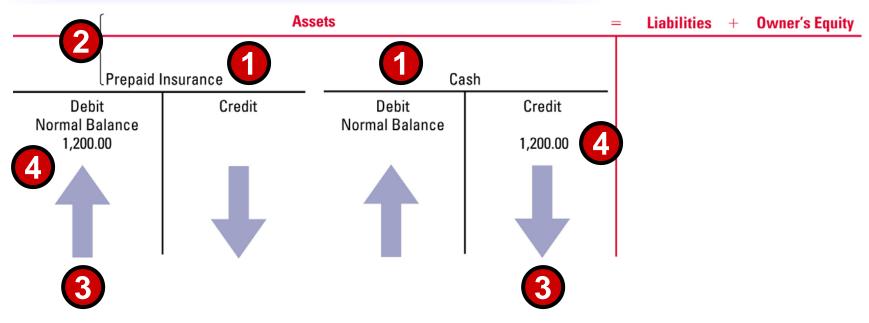
- 1. Supplies and Cash are affected.
- 2. Supplies and Cash are assets.
- 3. Assets (Supplies) are increased. Assets (Cash) are decreased.
- 4. Supplies is debited. Cash is credited.



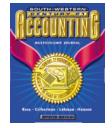
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PAID CASH FOR INSURANCE

August 4. Paid cash for insurance, \$1,200.00.



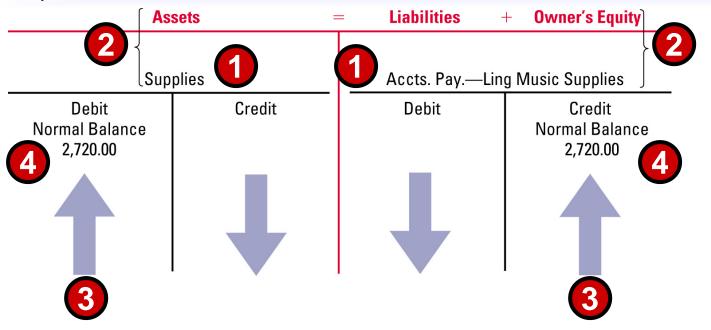
- 1. Prepaid Insurance and Cash are affected.
- 2. Prepaid Insurance and Cash are assets.
- 3. Assets (*Prepaid Insurance*) are increased. Assets (*Cash*) are decreased.
- 4. Prepaid Insurance is debited. Cash is credited.



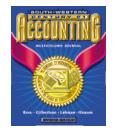
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BOUGHT SUPPLIES ON ACCOUNT

August 7. Bought supplies on account from Ling Music Supplies, \$2,720.00.



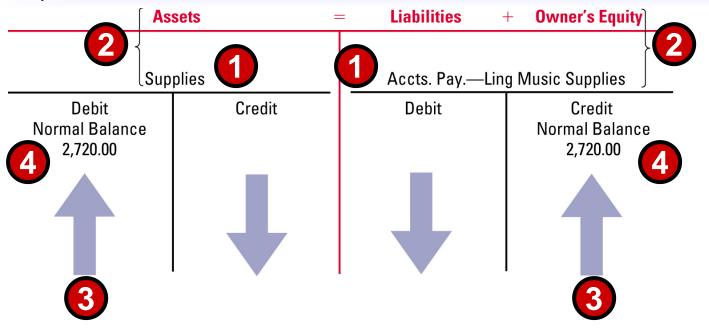
- 1. Supplies and Accounts Payable—Ling Music Supplies are affected.
- 2. Supplies is an asset. Accounts Payable—Ling Music Supplies is a liability.
- 3. Assets are increased. Liabilities are increased.
- 4. Supplies is debited. Accounts Payable—Ling Music Supplies is credited.



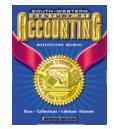
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PAID CASH ON ACCOUNT

August 11. Paid cash on account to Ling Music Supplies, \$1,360.00.



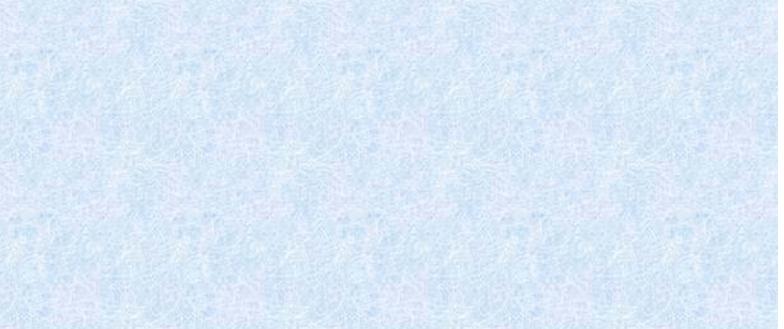
- 1. Accounts Payable—Ling Music Supplies and Cash are affected.
- 2. Cash is an asset. Accounts Payable—Ling Music Supplies is a liability.
- 3. Assets are decreased. Liabilities are decreased.
- 4. Accounts Payable—Ling Music Supplies is debited. Cash is credited.

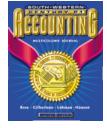


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chart of accounts





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