

**The Accounting Equation**  
**Effects of Business Transactions Extra**

Name \_\_\_\_\_

*Directions*—Analyze each of the following business transactions, and record how the transaction affects the accounting equation using the chart below. If the transaction effects Owner’s Equity provide an explanation.

*Transactions for Zoe’s Zoo:*

1. Zoe invested \$22,000 to start his business.
2. Zoe paid \$2,500 for rent.
3. Zoe bought a Rhino from Ryan’s Rhino’s for 1,200 on account.
4. Zoe paid 800 for advertising on TV.
5. Zoe bought Monkey Food from Sam’s Snack’s for 800.
6. Ticket sales for the week were \$3,200 of which 950 was on account.
7. Collected \$600 of an accounts receivable.
8. Purchased Supplies on account from Jenny’s Supply Store for \$700.
9. Paid Utilities expense for the month, \$600 cash
10. Wrote check in amount of \$400 to Ryan’s Rhino’s for partial payment on account.
11. Paid her part-time employees for the first two weeks of business, cash \$1,100.
12. Zoe Withdrew \$1,500

Tran #	Cash	A/R	Animals	Animal Food	Supplies	A/P	N/P	Zoe, Capital	Explanation
1									
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
Bal									

**Assets =**

**Liabilities + OE**

**The Accounting Equation**  
**Effects of Business Transactions Extra**

Name \_\_\_\_\_

Directions—Analyze each of the following business transactions, and record how the transaction affects the accounting equation using the chart below. If the transaction effects Owner's Equity provide an explanation.

Transactions for Zoe's Zoo:

1. Zoe invested \$22,000 to start his business.
2. Zoe paid \$2,500 for rent.
3. Zoe bought a Rhino from Ryan's Rhino's for 1,200 on account.
4. Zoe paid 800 for advertising on TV.
5. Zoe bought 5 Peoper <sup>Snacks</sup> Scoopers from Sam's ~~Scoop~~'s for 800.
6. Ticket sales for the week were \$3,200 of which 950 was on account.
7. Collected \$600 of an accounts receivable.
8. Purchased Supplies on account from Jenny's Supply Store for \$700.
9. Paid Utilities expense for the month, \$600 cash
10. Wrote check in amount of \$400 to Ryan's Rhino's for partial payment on account.
11. Paid her part-time employees for the first two weeks of business, cash \$1,100.
12. Zoe Withdrew \$1,500

Tran #	Cash	A/R	Animals	<sup>Food</sup> Equipment	Supplies	A/P	N/P	Zoe, Capital	Explanation
1	+22000							+22000	Investment
2	-2500		<del>1200</del>			<del>1200</del>		-2500	rent expense
3			+1200			+1200			
4	-800			<del>800</del>				-800	Ad expense
5	-800			+800					
6	+2250	+950						+3200	Sales
7	+600	-600							
8	<del>800</del>				+700	+700			
9	-600							600	utility Expense
10	-400					-400			
11	-1100							-1100	Salary Expense
12	-1500							-1500	drawings
Bal	<del>10000</del> 17150	350	1200	800	700	<del>800</del> 1500	—	18700	

Assets = ~~10000~~  
20200

Liabilities + OE ~~10000~~  
20200