

## Corrections for activity 1.1 and 1.2

### ACTIVITY 1.1

Give 2 examples of the following account groupings:

Fixed Asset

Any 2: Land & buildings, Vehicle, Equipment

Current Asset

Any 2: Debtors, Bank, Cash float, Petty cash

Income

Any 2: Current Income, Rent Income, Donations Income, Commission Income, Interest Income

Expense

Any 2: Telephone, Consumable Goods, Water and Electricity, Trading License, Stationery, Advertising, Wages, Salaries, Rent Expense, Repairs, Donation Expense Insurance, Rates and Taxes, Bank charges, Interest expense, Petrol, Airtime, Packaging Materials

Owners' Equity

Capital

Drawings

Liability

Any 2: Loan, Creditors, Bank overdraft

### ACTIVITY 1.2

Classify each of the following items as an Asset, Liability, Owners Equity, Expense or Income.

No.	Accounts	Asset	Liability	Owners' Equity	Expense	Income
1.	Loan		x			
2.	Rates and Taxes				x	
3.	Capital			x		
4.	Salaries				x	
5.	Interest Received					x
6.	Vehicles	x				
7.	Cash float	x				
8.	Commission Received					x
9.	Drawings			x		
10.	Land & Buildings	x				
11.	Interest paid				x	
12.	Computers	x				
13.	Bank Overdraft		x			
14.	Petty cash	x				
15.	Trading Debtors	x				
16.	Consumable goods				x	
17.	Tables and Chairs	x				
18.	Donation Received					x
19.	Trading Creditors		x			
20.	Current Income					x
21.	Stationery				x	
22.	Trading license				x	
23.	Wages				x	
24.	Equipment	x				
25.	Rent Income					x