ACCOUNTING WORK SHEETS

Group B Problems, Chapters 14-26

FOR USE WITH

ACCOUNTING The Basis for Business Decisions

NINTH EDITION

Meigs & Meigs



NOTE TO STUDENT

The working papers for Problems A-4, A-5, B-1, B-2, and B-3 and the Comprehensive Problem for Part 4 can be found at the end of the book.

STUDY GUIDE

Available with
Meigs and Meigs
Accounting: The Basis for Business Decisions
Ninth Edition

is a student guide to assist you in mastering the concepts and calculations in the text. The Study Guide contains an outline and sample questions and exercises for each text chapter with all answers included. Check with your bookstore.



This book is printed on recycled, acid-free paper containing a minimum of 50% recycled deinked fiber.

McGRAW-HILL, INC.

New York St. Louis Auckland San Francisco Bogotá Caracas London Lisbon Madrid Mexico Milan Montreal New Delhi **Paris** San Juan Singapore Sydney Tokyo Toronto

							-		-			
а	General Journal		-						····-			· · · · · · · · · · · · · · · · · · ·
1994							TL					
Jan 1				\prod		_	-		1			
						+		╫			-	
						_						
		· · · · · · · · · · · · · · · · · · ·			+			\parallel		-		-
					1-1	+		#		╁		
		-										
					+					++	+	
										11		
				_	\prod	-		#		-	+-	
				-	H			#-		+		
										++	1.1	-
			_	\perp	-		+		_		\prod	
						\dashv	-		_			
				+	H		-		-		-	
			_			$\frac{1}{1}$			+		-	-
							-		-			
							<u> </u>					
							•					
				•		+	•					
										-		
				-					+			+
			_		-				+			
								-				

•		

Sinclair Press

а		= 					<u> </u>					==	_
F	Partial Balance	et											
	December 31, 1	994											
				П		П	П						Ī
Stockholders' equity:				П									
-				\prod		4	\coprod		1				
			<u> </u>			4	11				4	11	1
			 '	#	4	4	++	-#				44	4
			#	+-+-	++	+	++				-		+
			#	+	++	-	++	-#		++		++	+
			#	++	++	_	++	-	+		-	++	+
			#		++		++	-	-+	+		++	+
 		i	#	+	+-+	.—	++	#	+	+		++	+
		,	#	+-	++	+	+	-	+	++	-	++	+
			-	-	++	-	++		-	++	-	++	+
					++	+	++	-	-	++	+	++	+
				1	+	+	++	-	-	++	-	++	+
					+	+	+	-	+	++	+	++	+
			-	1	+	+	++	-	+	++	+	++	+
				1	<u> </u>	+	1		+	++	+	++	+
				1	\prod	+	+		_	++	+	++	+
				1	1	+	1-	-	_	++	-	++	+
				1		+-			_	++	+	++	+
						+				+		++	+
·						I		1	T				1
						1							I
				'		/							
			1	'	4	$\perp \! \! \! \! \! \perp$	4			\coprod			1
				'	+	\perp	4	_#		\coprod	1	1	
			4	<u></u>	4	11			_	11	44	4	1
			+	4	+	11		#	\dashv	11		-	+
			+		+	++	+	#	+	++	4	-	+
			+	+		++	-	#	+	++	+	-	+
				+++	+	+	7-	-	+	++	++	-	+
				++	1	++	_	-	+	++	++		+
			1	++	1	++	+	-	+	+	++	+	+
				+	+	++	-	#	+	++	+	-	+
				+		++	, —	#	+-	H	++	-	+
			1	+		++	. —		1	+	+	_	\dagger
				1					1	 	11	+	+
							T				1		
											\prod		
			\perp		1					I			
					1	\prod							
						\prod	1						
				4		11			Ш		11		
			+	++		+		#		—	11		
				++		#	+	#	44	 	11		
					′		Щ_						1

Copyright € 1993 by McGraw-Hill, Inc. All rights reserved.

MANHATTAN TRANSPORT COMPA	NY			******	_							
Partial Balance Sheet												
December 31, 1994												
		TT			\prod	T	1	T		\prod	T	
Stockholders' equity:	1	\prod	1			1_		T	†		1	
		\prod			П	1	1	T	1		1	
	1	+	1			1	1	1	7	T	1	
	1	1	1	\prod	\prod	+		+	7	П		
	1		17	\prod	一	1	#	十	1	一	+	
	1	11	17		1			1	+7		1	
		11			\sqcap	1		+	+	一	+	
	#		17			1		1	1		+	
		\prod	17			1		+	17		1	
		\prod	1		\top			T	1	一	1	
	\parallel		1	\prod	\top	+		1	1	厂		
		\prod	1	П		+		+		一	+	
	-		11	\bigcap		+	#	+	+-	广	+	
	#		+++	一	+	+	#	+	++	一	+	
	#	+	+-+	1	-	+	#	十	++	广	+	-
*Computation of retained earnings or deficit at Dec. 31, 1994:	#	11	+	\dashv	+	+	#	+	+	一	-	
Deficit at Dec. 31, 1992	#	+++	+	1	+	1	\$	+	+	十	-	
	#	++	+	1	+	+	#	+	+	1	+	
		+	++		+	-	#	+	++	1	+	
	#		11	+	+	+	#	+	++	1	+	_
	#		++	1	+	+	#	+	++		+	
			+	十	+	+-	#	+	H	1	+	
	#		+		+	+	#	+	+	十	+	一
		 	1	+	+	+	#-	+	+	,	+	
	-		1	+	+	+	#	+	+-+	+	+	一
	#		\prod	+	+	+	#	+	++		+	1
	#	十	++	+	+	+	#	+	H	, +	++	
	#	++-	+	+	+	+	#	+-	++	+	++	_
	#	H	++	+	+	+	#	+	++	+	++	1
	#		++	+	+	+-		+	H	+	+	+
	#	\vdash	++	+	+	+	#	+	++	,—	+	+
	#		+	+	+	+	#-	-	H	+	+-	+
	#	+	++	+	+	+	#	+	H	-	++	+
	#	-	++	+	+	+-	#-	+	H	+	+	+
	#	-	++	+	+	+	#-	+	+	+	++	
	#		++	+	+	+-	#	+	+-+	+	+	
	#	-	+	+	+	+	#	+-'	H	+	+-	_
	#		++	+	+	+-	#	+-1	H	+	++	
	#	-	+-+	+	+	+-	#_	+	++	+	+	_
	#		┼-┼	+	+	-	#	4-1	+	+	++	_
	#	-	\dashv	+	+	 	#—	\coprod		_	++	
	#	-	+	+	+	 	#	4-1	H	+	++	
	#	-	+	+	+	1	#	4	++	+	++	
	#	+	4	+	+		#	44	4		4	
	#		-	+	_	 	#	\coprod	4	'	\coprod	
	#	_	-	+	+		—	\coprod		<u></u>		
	$\parallel \perp \downarrow$		\vdash	4	_	 	#	\coprod	—	<u> </u>		
	#	_	4			<u> </u>	<u> </u>	Щ		<u></u> '		
									,	,		

Pacific Rim Corporation

a		General Journal						<u> </u>					
1993					TT				#-		$\overline{\prod}$	\prod	
Jan	9											\prod	1
	 				╁┼		-		<u> </u>		+-	++	+
									#	 	+	+++	
												\prod	1
	-			₩		+					-	+	
				#		+-+							
											-		
					-	+-			#		+-	++	-
												+	
													1
			<u> </u>			 	1-1				-	H	-
					-	++	+	_	#	-			+
							$\downarrow \downarrow$	_	#				
						+				-			-
b							+		\parallel	-			+
1994 Jan	15		-										
Jan	13		 .				-	_					-
					-			+					
							$\frac{1}{1}$			-			
						H	++						┼╌╢
								_					+
					-		++	-		-			
					_			-		_			
										_	++		
					_								
					-					+		+	
				-	-		+ +	+-		++	++		
						-		-		+			
				-		-	+			++	++	+	
										+	++	+	
					+-		-			\prod	\prod		

Pacific Rim Corporation (concluded)

ATION	
eet	
94	
	· · · · · · · · · · · · · · · · · · ·
£	eet

Down Home, Inc.

									TI					
a		General Journal							\parallel		 -	 		
													-	
19				#	TT			TT		$\overline{}$			\prod	\overline{T}
Jan	9			#			+	11	\parallel	_			\prod	_
										_			††	+
													\prod	1
				∥			\perp							
			<u> </u>	<u> </u>			_			_	_			\perp
				#										\perp
	_			-			<u> </u>		_	\perp			\coprod	_
				-		+	-	-	\parallel		+		\coprod	-
					-	+	+-			\dashv	\dashv	-	\dashv	
<u> </u>			<u> </u>	 	-	+ +	+						ightarrow	-
			<u> </u>			+	+	+	-	+		+	-	+
				₩—	-	+-+	+		$-\parallel$	_	+	-	$\vdash \vdash$	+
				-	-	++	-	-		\dashv		-	-	+
			 	 			+	-	\parallel	+	+	+-	\vdash	+
						++	+	 		\dashv	++			+
			 		\vdash	+	+		+	_	+	-	$oldsymbol{+}$	+
							-		$-\parallel$	+	++	+		+
						1 +	+		_		+			+
			· · · · · ·			† †		-			$\dagger \dagger$	++		+
							-						\top	+-
											† †	++		
- · ·														
					_			_	_ _	_			\bot	
					_		$\downarrow \downarrow$					11		
					-				\parallel			\perp		
						- -	\dashv			\perp	++	+	_	
					_		++	-	#			+-	-	
	 			-	-	-	+	-	-			++	_ _	
					-		╂-╂		-	-		+	+	
	-				-		++	- -	-	+	-	++	+-	
							H	_		+	-	++	+	
						-	+-+	+	-#-	-	H	++	+	
							H	+	- -	+		++		
							+-+	-		-		++	+	$\vdash \dashv$
				-	+	-	H	_		-		++	+	
					+-		- -	+-	+		-	++	+-	
					+-			+		+		++	+-	
				-	++	-		+	\parallel	+-		++	+-	
					+++	+		+	#-	+	-	+	++	
					+ +		+	+	#	+	+	++	+-	$-\parallel$
<i></i>		Copyright © 1993 by McGraw-Hill Inc. All rights reserve						1				1		. Al

b DOWN HOME, INC.	Ш					_	1					
Balance Sheet												
January 31, 19			····		, <u></u>		#					
	#	 	$\overline{\top}$	T			#=	1		$\overline{\Box}$	-	_
Accata	╢ -		+	+		 	╢	╂╌┨	_	 	╂┥	\dashv
Assets	₩	\square		┷	-		-}}	1-1		$\bot \bot$	$\bot \downarrow$	
Current assets:	<u> </u>					_	Ⅱ					
			\perp									
			\top								\prod	
		1 1	7	1	\Box		#	1-1	1		11	
	 	1	+	+-		+	₩	1-1	-	╁╅╴	+	
	₩			+-		+	₩				++	
	 		+	-{	- -	-	₩	$\left\{ \cdot \right\}$		\vdash	++	
	<u> </u>		_			<u> </u>	₩	1				
						<u> </u>]
			-				[[
							1					
			_	1		 	#			\Box	$\dagger \dagger$	_
	-	}-}	+	+	┝┼	-	+	+		-	+-+	\dashv
	-	\vdash	+			-		H		H	+	
	-		4	 	\sqcup		₩	\square		+	+	
			_									
Liabilities & Stockholders' Equity							\prod_{-}					_
Current liabilities:										\Box		
			1			†	#	 	-		††	寸
		-	+	+		 	#	╂╼╂	-+	 	++	
	 				-	-}	₩				+-	—¦
							 					
							\parallel					
							I					
			1						- -1		† †	
	!		+			1	#			 	╂╌╂	
	#-		+	.		-	₩		┵	$\vdash \vdash$	++	
			+		-	-	₩—	┝╌┼	\dashv		╁╌╁	$-\parallel$
				-		-}	 			$\vdash \vdash$		
			\perp			_	<u> </u>					
			1			1						
			+	1		+-	 -				╀─┼	
		-	+-	+ +	-		 -		-		┼┼	$-\parallel$
		_	+	-	-	 	 			—	╂╼╂	
		_	_		_	 						
]]]]					
											}	
									\Box			
		+		$\dagger \lnot \dagger$		+			++		†	
	-		+	\vdash		 	-		+		╀╌┼╴	$-\parallel$
	 	\perp		╂╌┤		-	<u> </u>	\dashv			╂╼┼╴	
		-	\perp		_	 -					-	_
			$oldsymbol{\perp}$						\perp			_
		-							1 1			
									77			\exists
	1	\dashv	†	† †	+	+			++	+	 	$-\parallel$
	 	+	+	H	+	-	 	\dashv	+	+	╁╌╁╴	
		_	+		_	 -	 		44	4	├- ├-	_
						<u> </u>						
								\top				\exists
	 	+	+	††		 		_	+++	+	1-1	
	 	- -	+-			+			++	+-	+-	$-\parallel$
	1			<u>L. l</u>			\perp					II.

		П						
		#						
		#		一	-	=		
		1		4	4	_	⊥'	
a	Par value of all preferred stock outstanding			$\tilde{\iota}$,]		1	
	Par value per share of preferred stock	#	+-+	1	,—	+	+	
 	Tal tales per ellere el presente eller.	#	++	-	,——	+	+	1
<u> </u>				4	4			
_	<i>,</i>			·]		T		
b		#	+	,+	+	+	++	\vdash
		#	+-+	-+	+	+	4	
		1′		4	1			
	,			,				
		4	\prod	+	+	+-	+	
C	Dar value of all common stock (issued and subscribed)	 '	+		+		+	—
<u></u>	Par value of all common stock (issued and subscribed)	<u> </u>		1	1			
		1				1		1
		4	_	-	+	+	+	
		 	++	+	+	+-	+++	
		<u></u> '		4	4			_
	ļ ^r] ,		Ī
		1	\Box	1	+	+	+	
		 	++	+	+	+	++	
		<u></u> '		4		,		
						7		1
		1		+	+	+-	H	
		 	+	+	+	+-'	+	<u> </u>
		4	4		_	<u></u> '	11	
	<u></u>		1			1		1
_		,		+	+	+	1	<i>i</i> ——
		 	+	+	+	+	++	·
	/		4	+	_	<u> </u> '	1	<u> </u>
			1			'		(
	······································		1	+	+	+		·
			+	-	+	+	++	
			\leftarrow		_	1	1	<u> </u>
			,]					· _ '
	į¹			T	+			 ,
			+	+	+	++	+	
		+	,—		+	4-1	+-	
			4					
			,	1	†			
			+	+	+	+-+	十	
			+	+	+-'	4	++	
		1					1	_!
				T	T,			
			-	+	+	+++	+	
			+	+	 	\coprod	+	!
							$\left(\begin{array}{c} 1 \end{array} \right)$	
			\top	1			1	
		i 	+	+	+-	++	-+-	
			4	4	⊥'	11	+	
]
		,	1	+	+		, —	\neg
		-	+	+	+1	++	+	
·			_		'	1	4	
		1						
				†			, 🕇	
			+	+-	+1	++		
					/		4	
						1		Ì
			+	+	+	一	+	
			+	+-'	+-+	++	+	
			\perp	1		4		
				'	1			
			+	+		,—	+	7

a SEA QUEST CORPORATION											-	
Condensed Income Statement												
For the Year Ended December 31, 1994												
			T	Π	T	<u> </u>					$\overline{\sqcap}$	
Net sales	<u> </u>		+	1-1	+		#	+		+		+
					+			† †		+	 	+
		\vdash	+		+		 	+	+	+	\Box	
				H	+			+	+	+		
	-				\perp	-	╫		+	+	\vdash	+
		-	+		+			╁┤	+	+	- -	-
	<u> </u> 		+-	H	_		-	+	+	+	-	+
		\vdash	+				#	+ +	+	+	+	+
		╂─┼-	+		-	+	 	╅╾╅	-	+		
		-	+-					+	+	+	+	
			+		+			+	+	+	-	-
Earnings per share of common stock:					+	+	 -	╁╌┼		+		+
Lamings per snare or common stock.		-	+		+	-		+	+	+	_	<u> </u>
		-	+							+	\perp	+
	-		<u> </u>			-			+		+	
		-	-		+	+	#	\vdash	+	4-4	_	
		-	-		+	+		++	+	+		
						-	<u> </u>	\sqcup	-			+
			-		\perp	-	-			4-4		
	<u> </u>		ļ		_	<u> </u>	- ₩		\bot	1		
					<u> </u>		<u> </u>	\coprod	\bot	\coprod	\bot	<u> </u>
b Estimated net earnings per share next year:					\perp		<u> </u>	1		$\downarrow \downarrow$		<u> </u>
			_				║		\bot		\perp	<u> </u>
					<u>. </u>	ļ			\bot			<u> </u>
				\perp					\bot	\bigsqcup		
									\perp			
										П		
										П		
										П		
					T					П		
									1			1
				\top					+			
		_				 	 		+			
				1			1			\Box	+	
			\prod		1	 			1		+	
		_			\dagger				-			1
			\prod	+	+		#			\Box	+	
					+-						+	
		-	\forall	+	-		 	\dashv	+-	$\vdash \vdash$	+	
		+		+	+	 			+-	$\vdash \vdash$	-	
		 	+	+	+			\vdash	+	-	+	
		-			+				+-	\prod	+	
		-	H	+	+				+-	\dashv		
		- 1	1 1	- 1	1	1	11 1			, [- 1 '	(F

	•	

a SYNTHETIC GENETICS, INC.	•			_		_	_		Ш					
Condensed Income Statemen			•							_	_			
For the Year Ended December 31,	19	94	,											
]					T		T		
Net sales			\dashv						 	+		+		
rict saics		\dashv	\dashv	+	 -					+		-		+
					 	Н			 	+		+		+
		_		-			\vdash		 	╁╾┧			-	<u> </u>
		\dashv		-			H			+	\blacksquare		\dashv	-
			-	+						+		-		-
		\dashv	-	-	-	\vdash			 -		_			
			\dashv	-	-				 -			-	_	+
		_	\dashv	-							_			_
		4	\perp	-					 		\perp		\perp	
			_	_	\sqcup		\dashv		ļ					
			_				_			$\downarrow \downarrow$				<u> </u>
			_				_			$\perp \downarrow$	\perp	$\perp \downarrow$		
			\perp						ļ	Щ			\perp	<u> </u>
Earnings per share:		\perp												
		$_{-}T$												
							1							
							1					+		
			\top				_		 			+		
		\dashv	+	+-		\dashv				1-1	_	+-+		
		+	+		H	-	\dashv		 	1	\dashv		_	-
	\parallel			+-		\dashv	\dashv				+		_	-
		\dagger	+			\dashv	\dashv	<u>_</u>		+	+	+	-	+-
		+	+	+		\dashv	+			++		╂╼┼		
		+	-	+		-+	+			+	+		-	-
	\parallel	\dashv	+	-		\dashv			-	╁┼		+	+	
		\perp	+	-		\dashv					+		_	
		\perp				_	_		ļ	-	_			-
		_	+	-		\perp	-					$\downarrow \downarrow$		
		-	\downarrow	-		\downarrow	\downarrow				_	-	-	
		\perp	\bot	-		\downarrow	_					$\downarrow \downarrow$		<u> </u>
				\downarrow		4	\downarrow				\perp			
		-	_	_		_	\perp							
	_ _	1	\perp	\perp			╛							
								:						
													+	1
					\neg	\top	十				- -			
		1		\dagger	\top	+	_	-			-		+-	
		\top			\top	+					+-		-	
		+	+	$ \cdot $	-	+	+				+		+	
		+	+	╁╌┤	+	+	+						+	
		4	+	 	+		\bot					igspace		
	- []			1 1		-		- 11			l	j i	1 :	1