

**BOOKKEEPING  
EXERCISES.  
PART TWO. ADVANCED  
BOOKKEEPING**

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Bookkeeping Exercises. Part Two. Advanced Bookkeeping by Wallace E. Bartholomew

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**WALLACE E. BARTHOLOMEW**

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# BOOKKEEPING EXERCISES

## PART TWO ADVANCED BOOKKEEPING

BY

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## PREFACE

Part One is designed exclusively for use in classes in elementary bookkeeping. This book (Part Two) presents a collection of supplementary exercises for use in more advanced classes in the subject. The exercises are selected from the examinations given by The University of the State of New York at regular intervals during the past six years.

A study of the principles underlying the bookkeeping devices, such as subsidiary ledgers, columnar books, and the like, as well as of the technique involved in the use made of these devices, constitutes a prominent feature of the work in advanced bookkeeping. That the teacher may have adequate means for review in this phase of the subject, a considerable portion of the book is devoted to exercises adapted to the purpose.

Exercises in ample number are provided for practice in the preparation of financial statements. These exercises are sufficiently comprehensive to bring out the technical form and the arrangement and grouping of items as illustrated in the statement forms shown in Appendix A.

Closing and adjusting entries, business papers, special problems dealing with shipments and consignments, partnership and corporation entries, and the like are also provided.

The scheme for rating examination papers, given in Appendix B, should solve the difficulty that teachers frequently have in evaluating results in bookkeeping work.

W. E. B.

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**PART TWO**  
**ADVANCED BOOKKEEPING**  
**THE BUSINESS NARRATIVE**

In the following exercises, the directions prescribe, as a rule, only the special columns required in the books of original entry; General Ledger or Sundries columns, however, must be supplied for the unclassified items. In the cashbook Net Cash columns should also be provided for cash receipts and cash payments.

**EXERCISE 1**

Use a journal with special columns provided as follows: Accts. Pay. Dr.; Notes Rec. Dr.; Accts. Rec. Cr.; Notes Pay. Cr.

On May 1, 19—, the firm of Ford & Wright, Troy, N. Y., decided to replace the old books of account with a new set.

(a) Under date of May 1, make the necessary journal entry to open the new books, using the following data from the balance sheet of April 30:

**Assets:** Cash \$3000; merchandise inventory \$6000; accounts receivable \$17,350; notes receivable \$2000; furniture and fixtures \$1500; horses, wagons, and harness \$950; real estate \$12,000; accrued interest on notes receivable \$150; insurance prepaid \$95.

**Liabilities:** Notes payable \$1500; accounts payable \$5500; mortgage payable \$6000; interest accrued on notes payable \$45.

**Capital accounts:** S. R. Ford \$15,000; A. B. Wright \$15,000.