

## QUESTION 11 - FINANCIAL STATEMENTS 2020

### Working Journal

#### Account 1000 - RETAINED EARNINGS (Balance Sheet/Income Statement)

	2019	2020
Balance		
1/1/2019	1,000	1,000
2019 Income	1,100	1,100
2019 Div	(1,000)	(1,000)
2020		
1/1/2020	1,100	1,100
2020 Income	1,000	1,000
2020 Div	(1,000)	(1,000)

#### Account 1001 - COMMON STOCK (Balance Sheet)

	2019	2020
Balance		
1/1/2019	1,000	1,000
2019 Div	(1,000)	0
2019 Income	1,100	0
2019 Div	(1,100)	(1,100)
2020		
1/1/2020	1,000	0
2020 Div	(1,000)	(1,000)
2020 Income	1,000	0
2020 Div	(1,000)	(1,000)
2020		
1/1/2021	1,000	0
2021 Div	(1,000)	(1,000)
2021 Income	1,000	0
2021 Div	(1,000)	(1,000)

### ANSWER

Account 1000 will be debited for the 2019 dividend amount of 1,000 and 2020 dividend amount of 1,000.

Account 1001 will be debited for the 2019 dividend amount of 1,000 and 2020 dividend amount of 1,000.

Account 1002 will be debited for the 2019 dividend amount of 1,000 and 2020 dividend amount of 1,000.