Name:

Date:

School:

Facilitator:

2.05 Debits Must Equal Credits

Total Points: 70

**Use the T-account chart on the task page to answer questions.**

1. Which are recorded on the left side? (Debit or Credit)
2. Which are recorded on the right side? (Debit or Credit)

**Use the T-account chart on the task page. Indicate if you will Debit or Credit.**

Example:

**Increase Cash- Debit**

1. Increase Supplies-
2. Decrease Accounts Payable-
3. Increase Sales-
4. Decrease Cash -
5. Increase Expenses-
6. Decrease Revenues-
7. Increase Jane Doe, Capital-
8. Decrease Liabilities-
9. Increase Accounts Receivable-
10. Decrease Sales-
11. Increase Jane Doe, Drawing-
12. Increase Equipment-
13. Increase Notes Payable-
14. Increase Assets-

**For each of the following, indicate the type of account and if the normal balance is a Debit or Credit.**

|  |  |  |
| --- | --- | --- |
|  | **Type of Account (Asset, Liability, Capital, Drawing, Revenue, Expense)** | **Normal Balance (Debit or Credit)**  |
| **Example: Cash** | **Asset** | **Debit** |
| **1. John Doe, Drawing** |  |  |
| **2. Supplies** |  |  |
| **3. Rent Expense** |  |  |
| **4. Sales** |  |  |
| **5. Accounts Payable** |  |  |
| **6. Wages Expense** |  |  |
| **7. Buildings** |  |  |
| **8. Rent Expense** |  |  |
| **9. John Doe, Capital** |  |  |