

General Ledger Sections

Assessment Task

General ledger sections (Individual activity) (LO3 AS3)

Read the information below about the sections of the general ledger and answer the questions that follow.

The general ledger consists of two sections.

The first is the 'balance sheet section' that contains all the accounts from which the balance sheet is compiled. These accounts have to do with assets, liabilities and owner's equity.

The second section is the nominal accounts section, which is also called the 'profit and loss accounts' section. This section contains accounts that have to do with income and expenses.

Indicate in which section of the general ledger the following accounts will appear by writing a B or an N next to the account. [20 marks]

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|----------------------|---------------------------|
| 1. Bank costs | 11. Interest expense |
| 2. Equipment | 12. Cost of sales |
| 3. Debtors control | 13. Vehicles |
| 4. Sales | 14. Capital |
| 5. Wages | 15. Trading stock |
| 6. Bank | 16. Water and electricity |
| 7. Donations | 17. Interest income |
| 8. Creditors control | 18. Packing material |
| 9. Current income | 19. Buildings |
| 10. Drawings | 20. Telephone |