Notes Payable -- Part 2 workpaper

Promissory Note

We, ABC Inc., promise to pay Scott Enterprises
$5,000
and
interest at 4%
at the end of 60 days.

Signed: C.E.O. of ABC Inc.

Date: December 3, 2015

1. What is the maturity date of the note? _____
2. ABC purchased marketing services from Scott Enterprises by signing a $5,000 60-day 4% note. Journalize ABC's signing of the note.
3. Assume that ABC must prepare financial statements on December 31, 2015; journalize the adjusting entry required by the note.
4. Assuming that ABC fulfills its obligations, journalize the transaction on the maturity date of the note.

General Journal

DATE		ACCOUNT TITLES AND EXPLANATION	P.R.	DEBIT	CREDIT