

## B-02.04

Yorkston Corporation was formed in 1961. The company came into existence concurrent with the beginning of construction of super highways throughout the country. It seems the company's founders had innovated a unique process of applying high-gloss luminescent paint to street signs, and these were in high demand for the new high-speed roadways.

The company has gone on to develop a full line of highway safety products. Yorkston is now in the process of building a company museum. Someone has dug up the first page from the company's original general journal. This page will be on display in the museum. When you examine this page, you will note that the bookkeeper simply recorded the debits and credits, but included no descriptions.

Your job is to review the journal page and write a description for each transaction. These descriptions will be included on an explanatory diagram included in the display case. The diagram should also include some information that would allow a museum visitor to know what the document is and what it was used for.

GENERAL JOURNAL				Page 1	
Date	Accounts		Debits		Credits
January 2, 1961	Cash	✓	25,000		
	Capital Stock	✓			25,000
January 3, 1961	Paint	✓	500		
	Accounts Payable	✓			500
January 5, 1961	Ladders and Tools	✓	1,200		
	Cash	✓			1,200
January 7, 1961	Accounts Payable	✓	200		
	Cash	✓			200
January 8, 1961	Accounts Receivable	✓	1,500		
	Revenues	✓			1,500
January 9, 1961	Wage Expense	✓	400		
	Cash	✓			400
January 11, 1961	Cash	✓	400		
	Accounts Receivable	✓			400