

## Practices

**1- If Baghdad company imported a machine from Jordan and paid the following:**

Cash price IQD	47000
Insurance IQD	6000
Installation cost IQD	8000

**Required:**

Record the purchase process in Journal of Cement Company

**2- The cost of buildings is IQD 135000 accumulated depreciation is IQD 65000.**

(a) What is the book value at that date?

(b) If the building is sold at IQD 60000 cash. Record this journal entry

3- The following expenditures were incurred by Al Iraqi Company in purchasing land:

cash price IQD 70,000, accrued taxes IQD 3,000, attorneys' fees IQD 2,500, real estate broker's commission IQD 2,000, and clearing and grading IQD 3,500. What is the cost of the land?

4- Assume that on July 1, 2012, Hameed Company sells office furniture for IQD 16,000 cash. The office furniture originally cost IQD 60,000. As of January 1, 2012, it had accumulated depreciation of IQD 41,000. Depreciation for the first six months of 2012 is IQD 8,000. Wright records depreciation expense and updates accumulated depreciation to July 1 with the following entry

5- Overland Trucking has an old cost IQD 30,000, and it has accumulated depreciation of IQD 16,000 on this car. Overland has decided to sell the truck.

(a) What entry would Overland Trucking make to record the sale of the truck for IQD 17,000 cash?

(b) What entry would Overland trucking make to record the sale of the truck for IQD 10,000 cash?

6- On December 31, 2017, Baghdad Inc. has a machine with a book value of IQD 940,000. Machine cost IQD 1300000, Accumulated depreciation IQD 360000. Depreciation is computed at IQD 60,000 per year on a straight-line basis. On April 1, 2018, Tritt sold the machine for IQD 1,040,000.

**Instructions:**

Prepare general journal entries for the transactions