

# Quick Question On Notes Payable Discounted By Bank

Make all the Journal Entries required for the following transactions assuming a calendar-year accounting cycle.

- Nov. 1 Borrowed \$50,000 for 120 days from the First Bank.  
Interest of 12% was discounted.
- Dec. 1 Gave the Good Corporation, our main supplier, a 60-day, 9%, \$20,000 note for a trade payable due today.
- Dec. 31 Made appropriate Adjusting Entries.
- Jan. 30 Paid Good Corporation for the note dated December 1.
- March. 1 Paid First Bank the amount due.

DATA SUMMARY:

DATE	ACCOUNT TITLE AND DESCRIPTION	PR	DEBIT	CREDIT