# CHAPTER 2

**THE RECORDING PROCESS**

# ONE-MINUTE QUIZ

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| **TEACHING TIP**  The purpose of chapter questions is to encourage students to read the chapter material before coming to class. They are normally given in the first few minutes of the class before the lecture begins and can count for ½ to 1 mark of a student’s grade. |

**Question 1:**

To debit an account, an amount is entered on the \_\_\_\_\_\_ side.

To credit an account, an amount is entered on the \_\_\_\_\_\_ side.

**Question 2:**

What are the normal balances of the following type of accounts?

Type of Account Normal Balance (Debit or Credit)

Liability \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Asset \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Owner’s Equity \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Expense \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Revenue \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**SUGGESTED SOLUTIONS**

**Question 1:**

To debit an account, an amount is entered on the **left** side.

To credit an account, an amount is entered on the **right** side.

**Question 2:**

Type of Account Normal Balance (Debit or Credit?)

Liability Credit

Asset Debit

Owner’s Equity Credit

Expense Debit

Revenue Credit