**Print by: Khristine Jackson  
FINANCIAL ACCT / Chapter 10 Graded**

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| http://edugen.wiley.com/edugen/art2/common/pixel.gif |
| http://edugen.wiley.com/edugen/art2/common/pixel000.gif |
| http://edugen.wiley.com/edugen/art2/common/pixel.gif |
| http://edugen.wiley.com/edugen/art2/common/pixel000.gif |
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| http://edugen.wiley.com/edugen/art2/common/pixel.gif | On January 1, Neuer Company issued $560,000, 12%, 10-year bonds at par. Interest is payable semiannually on July 1 and January 1.  Prepare journal entries to record the following. | http://edugen.wiley.com/edugen/art2/common/pixel.gif |

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| http://edugen.wiley.com/edugen/art2/common/pixel.gif | The issuance of the bonds.   |  |  |  |  | | --- | --- | --- | --- | | **Date** | **Account/Description** | **Debit** | **Credit** | | Jan. 1 |  |  |  | |  |  |  |  | | http://edugen.wiley.com/edugen/art2/common/pixel.gif |

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| http://edugen.wiley.com/edugen/art2/common/pixel.gif | The payment of interest on July 1, assuming that interest was not accrued on June 30.   |  |  |  |  | | --- | --- | --- | --- | | **Date** | **Account/Description** | **Debit** | **Credit** | | July 1 |  |  |  | |  |  |  |  | | http://edugen.wiley.com/edugen/art2/common/pixel.gif |

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| http://edugen.wiley.com/edugen/art2/common/pixel.gif | The accrual of interest on December 31.   |  |  |  |  | | --- | --- | --- | --- | | **Date** | **Account/Description** | **Debit** | **Credit** | | Dec. 31 |  |  |  | |  |  |  |  | | http://edugen.wiley.com/edugen/art2/common/pixel.gif |

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| http://edugen.wiley.com/edugen/art2/common/pixel.gif |  | http://edugen.wiley.com/edugen/art2/common/pixel.gif |

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| http://edugen.wiley.com/edugen/art/common/pixelaaa.gif |
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