E10-10

Beka Company owns equipment that cost $50,000 when purchased on January 1, 2005. It has been depreciated using the straight-line method based on an estimated salvage value of $5,000 and an estimated useful life of 5 years.

Instructions:

Prepare Beka Company's journal entries for the sale of the equipment in these four independent situations:

1. Sold for $28,000 on January 1, 2008
2. Sold for $28,000 on May 1, 2008
3. Sold for $11,000 on January 1, 2008
4. Sold for $11,000 on October 1, 2008