# Analyzing Notes Quiz

Draw “T” accounts to illustrate these transactions. Calculate interest or discount if necessary.

1. Paid cash for maturity value of Note Payable; principal $2,000 plus interest of $230.00 for a total of $2,230.00.
2. Discounted at 6.5% a 9-month, non-interest-bearing note, $3,000.00; proceeds $146.25.
3. Issued a 30-day, 5% note to Mountain Cleaning Crew for an extension of time on account payable, $90.00.
4. Paid cash for the maturity value of non-interest bearing note payable for $1,200.00.
5. Issued a 6 month, 7.5% note, $5,000.00.
6. Received a 3-month, 9% note from Karin Kimson for an extension of time on her account, $501.00.
7. Received cash from the maturity value of the last transaction, principal, $501.00 plus interest and the total. (Calculate the interest and the total.)
8. Lorie Lancely dishonored Note Receivable at 9.5%. The principal of $291.00 plus interest was due today. (Calculate the interest and total.)