

Quick Question On Installment Notes Payable

A Company borrowed \$30,000 for 3 years with interest at 10% on January 1, 1995. First Bank wanted three annual equal principal payments plus accrued interest while Second Bank wanted three annual equal payments. Make the required Journal Entry to record the receipt of the loan and the three Journal Entries to record payment of the loan for First Bank on this page and then for Second Bank on the next page.

FIRST BANK DATA SUMMARY:

DATE	ACCOUNT TITLE AND DESCRIPTION	PR	DEBIT		CREDIT	

