



S.N.	Transactions	Assets			=	Capital + Liabilities	
		Cash + ₹	Furniture + ₹	Stock ₹	=	Capital + ₹	Creditors ₹
1	Sandeep started business with Cash ₹1,00,000	1,00,000			=	1,00,000	
2	Purchased furniture for cash ₹5,000	-5,000 +	5,000		=	Nil	
	New Equation	95,000 +	5,000	-	=	1,00,000	-
3	Purchased goods for cash ₹20,000	-20,000 +		20,000	=	Nil	
	New Equation	75,000 +	5,000 +	20,000	=	1,00,000	-
4	Purchased goods on credit ₹36,000			36,000	=		36,000
	New Equation	75,000 +	5,000 +	56,000	=	1,00,000 +	36,000
5	Paid for rent ₹700	-700			=	-700	
	New Equation	74,300 +	5,000 +	56,000	=	99,300 +	36,000
6	Goods costing ₹40,000 sold at a profit of 20% for cash	48,000		-40,000	=	8,000	
	New Equation	1,22,300 +	5,000 +	16,000	=	1,07,300 +	36,000