



(A)

MANU

S.N.	Transactions	Assets			=	Capital + Liabilities	
		Cash + ₹	Furniture + ₹	Stock ₹	=	Capital + ₹	Creditors ₹
(i)	Manu started business with cash ₹50,000	50,000			=	50,000	
(ii)	Bought furniture for ₹500	-500 +	500		=	Nil	
	<b>New Equation</b>	<b>49,500 +</b>	<b>500</b>		<b>=</b>	<b>50,000</b>	
(iii)	Purchased goods on credit ₹4,000			4,000	=		4,000
	<b>New Equation</b>	<b>49,500 +</b>	<b>500 +</b>	<b>4,000</b>	<b>=</b>	<b>50,000 +</b>	<b>4,000</b>
(iv)	Sold goods on cash (cost ₹500) for ₹700	700		-500	=	200	
	<b>New Equation</b>	<b>50,200 +</b>	<b>500 +</b>	<b>3,500</b>	<b>=</b>	<b>50,200 +</b>	<b>4,000</b>
(v)	Received rent ₹200	200			=	200	
	<b>New Equation</b>	<b>50,400 +</b>	<b>500 +</b>	<b>3,500</b>	<b>=</b>	<b>50,400 +</b>	<b>4,000</b>
(vi)	Purchased goods for cash ₹1,000	-1,000 +		1,000	=		
	<b>New Equation</b>	<b>49,400 +</b>	<b>500 +</b>	<b>4,500</b>	<b>=</b>	<b>50,400 +</b>	<b>4,000</b>
(vii)	Withdrew for personal use ₹700	-700			=	-700	
	<b>New Equation</b>	<b>48,700 +</b>	<b>500 +</b>	<b>4,500</b>	<b>=</b>	<b>49,700 +</b>	<b>4,000</b>
(viii)	Paid to creditors ₹400	-400			=		-400
	<b>New Equation</b>	<b>48,300 +</b>	<b>500 +</b>	<b>4,500</b>	<b>=</b>	<b>49,700 +</b>	<b>3,600</b>
(ix)	Paid for salaries ₹200	-200			=	-200	
	<b>New Equation</b>	<b>48,100 +</b>	<b>500 +</b>	<b>4,500</b>	<b>=</b>	<b>49,500</b>	<b>3,600</b>



**Balance Sheet**

As at .....

<b>Liabilities</b>	<b>Rs.</b>	<b>Assets</b>	<b>Rs.</b>
Capital	49,500	Cash	48,100
Creditors	3,600	Furniture	500
		Stock	4,500
<b>Total</b>	<b>53,100</b>	<b>Total</b>	<b>53,100</b>





(B)

RAJARAM

S.N.	Transactions	Assets				=	Capital + Liabilities	
		Cash + ₹	Typewriter + ₹	Stock + ₹	Debtors		= Capital + ₹	Creditors ₹
1	Started business with Cash ₹1,20,000	1,20,000				=	1,20,000	
2	Purchased a typewriter for Cash for ₹8,000 for office use	-8,000 +	8,000			=	Nil	
	<b>New Equation</b>	<b>1,12,000 +</b>	<b>8,000</b>			=	<b>1,20,000</b>	
3	Purchased goods for ₹50,000 for cash	-50,000 +		50,000		=	Nil	
	<b>New Equation</b>	<b>62,000 +</b>	<b>8,000 +</b>	<b>50,000</b>		=	<b>1,20,000</b>	
4	Purchased goods for ₹40,000 on credit			40,000		=		40,000
	<b>New Equation</b>	<b>62,000 +</b>	<b>8,000 +</b>	<b>90,000</b>		=	<b>1,20,000 +</b>	<b>40,000</b>
5	Goods costing ₹60,000 sold for ₹80,000 on credit			-60,000 +	80,000	=	20,000	
	<b>New Equation</b>	<b>62,000 +</b>	<b>8,000 +</b>	<b>30,000 +</b>	<b>80,000</b>	=	<b>1,40,000 +</b>	<b>40,000</b>
6	Paid for Rent ₹1,500 and for salaries ₹2,000	-3,500				=	-3,500	
	<b>New Equation</b>	<b>58,500 +</b>	<b>8,000 +</b>	<b>30,000 +</b>	<b>80,000</b>	=	<b>1,36,500 +</b>	<b>40,000</b>
7	Received ₹800 for Commission	800				=	800	
	<b>New Equation</b>	<b>59,300 +</b>	<b>8,000 +</b>	<b>30,000 +</b>	<b>80,000</b>	=	<b>1,37,300 +</b>	<b>40,000</b>
8	Withdrew for private use ₹5,000 in cash	-5,000				=	-5,000	
	<b>New Equation</b>	<b>54,300 +</b>	<b>8,000 +</b>	<b>30,000 +</b>	<b>80,000</b>	=	<b>1,32,300 +</b>	<b>40,000</b>



**Balance Sheet**

As at .....

<b>Liabilities</b>	<b>Rs.</b>	<b>Assets</b>	<b>Rs.</b>
Capital	1,32,300	Cash	54,300
Creditors	40,000	Furniture	8,000
		Stock	30,000
		Debtors	80,000
<b>Total</b>	<b>1,72,300</b>	<b>Total</b>	<b>1,72,300</b>

