



S.N.	Transactions	Assets			=	Capital + Liabilities	
		Cash + ₹	Stock + ₹	Debtors ₹	=	Capital + ₹	Creditors ₹
a)	Started business with Cash ₹2,00,000	2,00,000			=	2,00,000	
b)	Purchased goods for Cash ₹60,000 and on Credit ₹1,50,000	-60,000 +	2,10,000		=		1,50,000
	New Equation	1,40,000 +	2,10,000		=	2,00,000 +	1,50,000
c)	Sold goods for Cash costing ₹40,000 at a profit of 20% and on Credit costing ₹72,000 at a profit of 25%	48,000	-1,12,000 +	90,000	=	26,000	
	New Equation	1,88,000 +	98,000 +	90,000	=	2,26,000 +	1,50,000
d)	Paid for Rent ₹5,000	-5,000			=	-5,000	
	New Equation	1,83,000 +	98,000 +	90,000	=	2,21,000 +	1,50,000