



HARISH

S.N.	Transactions	Assets				=	Capital + Liabilities							
		Cash ₹	+	Stock ₹	+	Debtors ₹	+	Prepaid Expenses ₹	=	Capital ₹	+	Creditors ₹	+	Outstanding Expenses ₹
(i)	Harish started business with cash ₹1,80,000	1,80,000							=	1,80,000				
(ii)	Purchased goods for cash ₹60,000 and on credit ₹30,000	-60,000	+	90,000					=			30,000		
	New Equation	1,20,000	+	90,000					=	1,80,000	+	30,000		
(iii)	Sold goods for cash ₹40,000; costing ₹24,000	40,000	-	24,000					=	16,000				
	New Equation	1,60,000	+	66,000					=	1,96,000	+	30,000		
(iv)	Rent paid ₹5,000; and rent outstanding ₹2,000	-5,000							=	-7,000			+	2,000
	New Equation	1,55,000	+	66,000					=	1,89,000	+	30,000	+	2,000
(v)	Sold goods on credit ₹50,000 (costing ₹38,000)		-	38,000	+	50,000			=	12,000				
	New Equation	1,55,000	+	28,000	+	50,000			=	2,01,000	+	30,000	+	2,000
(vi)	Salary paid in advance ₹3,000	-3,000	+					3,000	=					
	New Equation	1,52,000	+	28,000	+	50,000	+	3,000	=	2,01,000	+	30,000	+	2,000