



S.N.	Transactions	Assets			=	Capital + Liabilities	
		Cash ₹	+ Stock ₹	+ Bank ₹	=	Capital ₹	+ Outstanding Expenses ₹
(a)	Started business with cash ₹1,40,000 and Stock ₹2,50,000.	1,40,000	+ 2,50,000		=	3,90,000	
(b)	Sold goods (costing ₹50,000) at a profit of 25% on cost.	62,500	- 50,000		=	12,500	
	New Equation	2,02,500	+ 2,00,000		=	4,02,500	
(c)	Deposited into bank account ₹1,80,000.	-1,80,000		+ 1,80,000	=		
	New Equation	22,500	+ 2,00,000	+ 1,80,000	=	4,02,500	
(d)	Purchased goods from Mohan ₹80,000.		80,000		=		80,000
	New Equation	22,500	+ 2,80,000	+ 1,80,000	=	4,02,500	+ 80,000