



Given:

Capital as at 1-Apr-22 = ₹3,00,000

Assets as at 31-Mar-23 = ₹5,00,000

Liabilities as at 31-Mar-23 = ₹1,00,000

**Accounting Equation:**

Capital + Liabilities = Assets

or, Capital = Assets - Liabilities

Capital as at 31-Mar-23 = ₹5,00,000 - ₹1,00,000

**Capital as at 31-Mar-23 = ₹4,00,000**

Profit = Capital at the end of year - Capital at beginning of the year

Profit for the year = ₹4,00,000 - ₹3,00,000

**Profit for the year = ₹1,00,000**