



GURMAN

| S.N. | Transactions | Assets | | | = | Capital + Liabilities | |
|-------|--|---------------|------------------|--------------|---|-----------------------|----------------|
| | | Cash + ₹ | Furniture + ₹ | Stock ₹ | = | Capital + ₹ | Creditors ₹ |
| (i) | Gurman started business with cash ₹20,000 | 20,000 | | | = | 20,000 | |
| (ii) | He purchased furniture for ₹2,000 | -2,000 | 2,000 | | = | | |
| | New Equation | 18,000 | 2,000 | - | = | 20,000 | - |
| (iii) | He paid rent of ₹200 | -200 | | | = | -200 | |
| | New Equation | 17,800 | 2,000 | - | = | 19,800 | - |
| (iv) | He purchased goods on credit ₹3,000 | | | 3,000 | = | | 3,000 |
| | New Equation | 17,800 | 2,000 | 3,000 | = | 19,800 | 3,000 |
| (v) | He sold goods (cost price ₹2,000) in cash for ₹5,000 | 5,000 | | -2,000 | = | 3,000 | |
| | New Equation | 22,800 | 2,000 | 1,000 | = | 22,800 | 3,000 |