



(a)

Given:

Capital = ₹75,000

Liabilities (Creditors) = ₹15,000

**Accounting Equation:**

Assets = Capital + Liabilities

Assets = ₹75,000 + ₹15,000

**Assets = ₹90,000**

(b)

Loss = ₹1,700

Drawings = ₹800

Closing Capital = Opening Capital + Additional Capital + Profit - Loss -  
Drawings

Closing Capital = ₹75,000 - ₹1,700 - ₹800

**Closing Capital = ₹72,500**

Assets = Capital + Liabilities

Assets = ₹72,500 + ₹15,000

**Assets = ₹87,500**