XI Accountancy
T.S.Grewal
2024 Edition

## Accounting Equation Practical Problems - 23

AccountsAptitude.com



Given:

Total Assets = ₹2,00,000

External Liabilities = ₹6,000

Additional Capital = ₹20,000

Drawings = ₹12,000

Profit during the year = ₹20,000

Capital + Liabilities = Total Assets

or, Capital = Total Assets - Liabilities

Capital = ₹2,00,000 - ₹6,000

Closing Capital = ₹1,94,000

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

₹1,94,000 = Opening Capital + ₹20,000 + ₹20,000 - ₹12,000

₹1,94,000 = Opening Capital + ₹28,000

Opening Capital = ₹1,94,000 - ₹28,000

Opening Capital = ₹1,66,000