Journal

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Date | Explanation | Ref | Dr | Cr |
| April 1 | Cash Dr  Capital Cr |  | 40000 | 40000 |
| 4 | Land Dr  Cash Cr |  | 30000 | 30000 |
| 8 | Advertising exp Dr  A/P Cr |  | 1800 | 1800 |
| 11 | Salary Exp Dr  Cash Cr |  | 1500 | 1500 |
| 12 | No Entry |  |  |  |
| 13 | Prepaid Exp Dr  Cash Cr |  | 1500 | 1500 |
| 17 | Drawings Dr  Cash Cr |  | 1000 | 1000 |
| 20 | Cash Dr  Admission Revenue Cr |  | 5700 | 5700 |
| 25 | Cash Dr  Unearned Revenue Cr |  | 2500 | 2500 |
| 30 | Cash Dr  Admission Revenue Cr |  | 8900 | 8900 |
| 30 | A/P DR  Cash Cr |  | 900 | 900 |

Karma Company

A=L+O/E

Ending O/E =Beginning O/E+ Additional Capital +Revenue-Expense-

Drawings

=60000=45000+A.Capital+ 350000-320000-25000

=60000-45000-350000+320000+25000 =A.Capital

=10000=A.Capital

Jan 1 ,2010 (BEG)

A=L+O/E

=95000= 50000+O/E

=95000-50000=O/E

=45000=O/E

Dec 31,2010(Ending)

A=55000+60000

A=115000

O/E statement

|  |  |  |
| --- | --- | --- |
| Particulars | Tk | Tk |
| Beginning Capital  +Add. Capital  +Net Profit  -Drawings  Ending O/E | 45000  10000  30000  25000 | 60000 |