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Bookkeeping and Accounting assignment1

1. Equity(owners' cash is on the right side of the balance sheet)- Since assets in a company are either bought by liabilities or owners' contribution to the company, then it's in order to have their contributions on the right side of the balance sheet so that they may balance with the assets on the left side.
2. The difference between the assets and liabilities is called equity. If the business makes profit and the profit increases the assets that the company has, then the surplus after subtracting liabilities that the company may have, we remain with equity