**Chart of Accounts**

**Ledger Account**

Group Account

**Profit and loss:**

**Profit and loss:**

**1)Income🡺**List all sources of revenue such as sales revenue, service revenue, interest income, etc.

**2)Expenses🡺**Identify various expense accounts representing costs incurred to operate the business, such as rent, utilities, salaries, advertising, etc.

**Balance sheet:**

**1)Asset🡺**List all asset accounts such as cash, accounts receivable, inventory, property, plant, and equipment.

**2) Liabilities🡺**List all liability accounts such as accounts payable, loans payable, accrued expenses, etc.

Group(parent) 🡪Sub-Group (sub-parent) 🡪ledger name(child)

|  |  |  |
| --- | --- | --- |
| **Group** | **Sub-Group Name** | **Ledger name** |
| **Sales A/C** | **Sales order A/C** | **Sales order to boba tea** |
| **Sales A/C** | **Sales Return A/C** | **Return of Sales asset due to issue in asset** |
| **Sundry creditors** | **Goods purchased on credit** | **Purchase asset in online** |
| **Sundry creditors** | **Goods sold on credit** | **Old asset sold in olex** |

**Journal entry:**

**Creation of Journal need to add Ledger name along with price details.**

**1)Account group-> has Sub group(either subgroup are ledger if ledger means that is end of it)**

**2)Subgroup has multiple account each individual account has Sub group(either subgroup are ledger if ledger means that is end of it)**

**Note: once make as ledger under that record can not create sub account**