

Important 5 steps for journal entry

How to identify transaction cash or credit???

1)Cash__ _Use the words like Cash, Paid , Received , Receipt, Payment

Credit__ _Credit, Any human being name, Any name

2)Why????????????????

3)Names of Accounts__ _Minimum 02 accounts are open

4)Types of accounts__ _3 Personal, Real and Nominal

5) Golden rules of Accounts -----

Journal Entry

Rent paid in cash of Rs.10,000 by cash.15/10/2020

DATE	PARTICULARS	L · F	AMOUNT(Dr)	AMOUNT(CR)
15/10/2020	Rent A/c-----Dr		10,000	
	To, cash A/c			10,000
	(Rent paid in cash of rs.10,000)			
	Total		10,000	10,000

Rent---NOMINAL-----EXP--DR

CASH---REAL-----GOES OUT-----CR