**MTBL Journal Entries with Business Case:**

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| **Journal** | **Entries** | **Dr.** | **Cr.** |
| Vendor Bill:  For Revenue Expense | **Case:**  Bank receives invoice for service of ATM rent for the month of May’2019 tk. 500000 excluding 5%. When receive the invoice, the bank debit the Rent, since the value is added for expenses. Bank will credit sundry creditors as it owe the money but didn’t paid. Here, we assume the TDS will be 10% of Tk. 500000 for the purchase according to the TDS configuration. | | |
| **Journal Entries:**  Dr.- 25101001: ATM Rent  Cr.- 14403034: VAT Others  Cr.- 14404013: Source Tax on Suppliers/ Parties Bill  Cr.- 14401037: Sundry Creditors | **525000** | **25000**  **50000**  **450000** |
| Vendor Bill: For Capital Expense | **Case:**  Bank buys a furniture for Tk. 500000 excluding 5% of VAT. When receive the invoice, the bank debit the asset, since the value is added for asset. Bank will credit sundry creditors as it owe the money but didn’t paid. Here, we assume the TDS will be 10% of Tk. 500000 for the purchase according to the TDS configuration. | | |
| **Journal Entries:**  Dr.- 26904001: Stock of Fixed Assets  Cr.- 14403034: VAT Others  Cr.- 14404013: Source Tax on Suppliers/ Parties Bill  Cr.- 14401037 : Sundry Creditors | **525000** | **25000**  **50000**  **450000** |
| Payment Instruction | **Case:**  When banks wishes to pay, on receipt of appropriate instruction from system, Payable/ Sundry Creditors shall be debited to make actual payment. | | |
| **Journal Entries:**  Dr.- 14401037: Sundry Creditors  Cr.- 12345678:- Supplier Bank Account | **450000** | **450000** |
| Asset Allocation | **Case:**  The purchased furniture is now allocated for Pallabi Branch. In that case the bank will debit the Pallabi Branch and credit the stock of Fixed Assets account with total cost. | | |
| **Journal Entries:**  Dr.- 25101001: Furniture (Pallabi Branch)  Cr.- 26904001: Stock of Fixed Assets | **525000** | **525000** |
| Asset Depreciation | **Case:**  The purchased asset depreciated on amount of 2153.37 for this month according to the defined method. | | |
| **Journal Entries:**  Dr.- 42403001: Depreciation On Furniture & Fixtures (Pallabi Branch)  Cr.- 14230001 : Acc. Depreciation (Pallabi Branch) | **2153.37** | **2153.37** |
| Asset reallocation/ Transfer: | **Case:**  Bank decided to transfer the furniture from Pallabi branch to Gulshan branch. The cost value of the furniture is tk. 500000 and the book value of this asset is tk. 522846.63 with accumulated depreciation of tk. 2153.37. | | |
| **Journal Entries:**  Dr.- 25101001: Furniture (Gulshan Branch)  Dr.- 14230001 : Acc. Depreciation (Pallabi Branch)  Cr.- 25101001: Furniture (Pallabi Branch)  Cr.- 14230001: Acc. Depreciation (Gulshan Branch) | **525000**  **2153.37** | **525000**  **2153.37** |
| Asset Disposal | **Case:**  The cost value of the furniture is Tk. 525,000 and bank recognizes [depreciation](https://www.accountingtools.com/articles/2017/9/20/depreciation) per year over the following ten years according to defined method. The book value of that asset after ten years is Tk. 1.00 and the accumulated depreciation is Tk. 524,999. At that time, the furniture is fully depreciated. Bank gives it away, and records the following entry. | | |
| **Journal Entries:**  Dr.- 14230001: Acc. Depreciation (Gulshan Branch)  Dr.- 42326001: Loss on Sale of Fixed Asset  Cr.- 25101001 : Furniture | **524,999**  **1** | **525000** |
| Sale of Assets: Gain on Sale | **Case:**  Bank sells a Tk.525000 of furniture for Tk. 10000 in cash, after having compiled Tk.520000 of accumulated depreciation according to defined depreciation method. The book value of this furniture is tk. 5000. The entry will be: | | |
| **Journal Entries:**  Dr.- : 00000000: Asset Sales Suspense Account  Dr.- 14230001: Acc. Depreciation (Gulshan Branch)  Cr.- 25101001: Furniture  Cr.- 34110001: Gain on Sale of Fixed Asset | **10000**  **520000** | **525000**  **5000** |
| Sale of Assets: Loss on Sale | **Case:**  Bank sells a Tk.525000 of furniture for Tk. 10000 in cash, after having compiled Tk.510000 of accumulated depreciation according to defined depreciation method. The book value of this furniture is tk. 15000. The entry will be: | | |
| **Journal Entries:**  Dr.- : 00000000: Asset Sales Suspense Account  Dr.- 14230001: Acc. Depreciation (Gulshan Branch)  Dr.- 42326001: Loss on Sale of Fixed Asset  Cr.- 25101001 : Furniture | **10000**  **510000**  **5000** | **525000** |