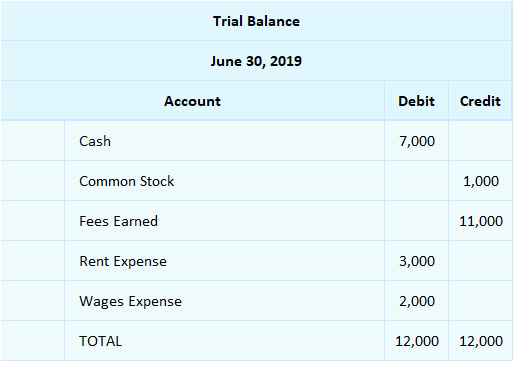
A **trial balance** is a list of all a business’s accounts and its current ledger balances (copied over from the ledger accounts). A trial balance may be generated at any time to test whether total debits equals total credits. The total of all the debit balances in a company’s ledger accounts must always equal the total of all the credit balances. If both of the total columns do not equal, there is an error that must be found and corrected.

{ 
"Format" : "SVG",
"ResourceName" :"Trial Balance.svg" 
}

Assume Core Fitness has only five accounts. The trial balance below lists these accounts and their corresponding balances at the end of the month.



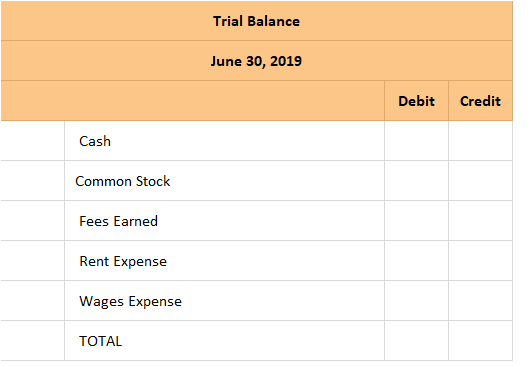
The trial balance shows that the ledgers balance:  $7,000 + $3,000 + $2,000 (debit balances) = $12,000 AND $1,000 + $11,000 (credit balances) = $12,000.

## Interactive Exercise 7 – Trial balance

2.6_q1.json

<ignore>

[This trial balance should be placed to the right of the ledgers]



*[Hint:* The trial balance summarizes the final account balances from all the ledgers. The total of all the debit balances should equal the total of all the credit balances.]

## Test Your Understanding

The trial balance:

a. lists amounts that are copied directly from the journal   
b. lists balance sheet accounts, but not income statement accounts   
c. proves there cannot be any accounting errors if total debits equal total credits   
d. must show two totals in order to be meaningful