Customer wise accounts required in the front end

01. Grant of ticket

Pawning Advance 1 DR

Cash Book CR

02. Interest Debiting (daily)

Pawning Interest Receivable DR

Interest Income – Pawning CR

03. Collection of Cash

Cash Book DR

Pawning Interest Receivable CR

Pawning Advance 1 CR ( any remaining amount after recovering pawning interest receivable in full)

04. Item – Renew ( Subject to full payment of pawning interest receivable at the renewal date )

Cash Book DR (Total interest outstanding )

Pawning Interest Receivable CR (Total interest outstanding )

Pawning Advance 2 DR ( New Account to same customer in the front end)

Pawning Advance 1 CR ( Closing of initial advance account of the same customer )

05. Auction

Interest in Suspense DR (Total Interest receivable )

Pawning Interest Receivable CR (Total Interest receivable )

Pawning Inventory DR

Pawning Advance 1 CR

**Sale proceed of pawned article**

Cash Book DR

Pawning Inventory CR

Profit on Disposal of pawned article CR