



**Bahria University**  
Discovering Knowledge

## **ASSIGNMENT NO. 01** **FALL - 2022**

DATE : 27/10/2022  
Name: M Muaz Shahzad

SUBMISSION : 03/11/2022  
Enroll: 02-131202-081

### **Rule of Debit & Credit**

(0.75 INCH)		(0.5 INCH)	1 INCH	1 INCH
DATE	PARTICULAR	P.R.	DEBIT	CREDIT
	Assets (Current/ Fixed)		Increase	Decrease
	Expenses		Increase	Decrease
	Liabilities (Current/ Fixed)		Decrease	Increase
	Sales/Income/Revenue/Fee/		Decrease	Increase
	Owner Equity (Capital, Drawing)		Decrease	Increase

### **Steps of Analysis**

1. Accounts involve / Title.
2. Nature of Accounts.
3. Increases & Decrease.
4. Debit & Credit.
5. Amount.

**1. Investment of Cash in the business Rs. 60,000.**

Q1.

Cash	Capital
Asset	Owner Equity
Increase	increase
Debit	credit
60,000	60,000.

CS Scanned with CamScanner

**2. Purchase furniture with cash Rs 20,000.**

Q2

Cash	Furniture
Asset	Asset
decrease	increase
credit	Debit
20,000	20,000

CS Scanned with CamScanner

**3. Sale building in cash Rs. 10, 00,000.**

Q3

Cash	building
Asset	Asset
increase	Decrease
Debit	Credit
10,00,000	10,00,000

CS Scanned with CamScanner

4. Sale supplies (Office Stationery) on account Rs. 2,000.

Date: \_\_\_\_\_

14

A/c Rec	Revenue (Sale)
Asset	Revenue
Increase	Increase
Debit	Credit
2,000	2,000.

CS Scanned with CamScanner

5. Commenced business with an investment of cash Rs. 30,000 and furniture worth Rs. 20,000.

Q5

Cash	Furniture	Capital (O.E)
Asset	Asset	O.E
+	Increase	Increase
Debit	Debit	Credit
30,000	20,000	50,000.

CS Scanned with CamScanner

6. Purchase equipment for cash Rs. 2,000.

Q6

Equipment	Cash
Asset	Asset
Increase	decrease
Debit	Credit
20,000	20,000

7. Invested cash Rs. 30,000 and furniture Rs. 13,000 in the business.

Q7

Cash	Furniture	Capital
Asset	Asset	o.e
Increase	Increase	Increase
30,000	13,000	43,000
Debit	Debit	Credit

CS Scanned with CamScanner

8. Purchase supplies for cash Rs 1,700.

Q8

Cash	Supplies (office)
Asset	Asset
decrease	Increase
Credit	Debit
1,700	1,700

CS Scanned with CamScanner

9. Purchased equipment on account Rs 2,500.

Q9

Equipment	Acc Payable
Asset	Liability
Increase	Increase
Debit	Credit
2,500	2,500

CS Scanned with CamScanner

**10. Purchase supplies on account 2,500.**

Q10

Supplies (Office)	A/c Payable
Asset	Liability
Increase	Increase
Debit	Credit
2,500	2,500.

CS Scanned with CamScanner

**11. Cash/ A/c Rec. sales for the day Rs.3,000.**

Q11

Cash/ A/c Rec.	Sale
Asset	Revenue
+	Increase
Debit	Credit
3,000	3,000.

CS Scanned with CamScanner

**12. Purchased supplies for cash Rs.1,500.**

Q12

Supplies (Office)	Cash
Asset	Asset
Increase	decrease
Debit	Credit
1,500	1,500

CS Scanned with CamScanner



**13. Paid rent for October Rs. 1,000**

Q13

Rent Expense Increase Debit 1,000	Cash / Acc Pay Asset / Liability Decrease / Increase Credit 1,000
---	---

CS Scanned with CamScanner

**14. Wages paid of employer Rs.2,700**

Q14

Wages Liability Decrease Debit 2,700	Cash Asset Decrease Credit 2,700.
--	---

CS Scanned with CamScanner

**15. Withdrew cash for personal use Rs.2,000**

Q15

Drawing O.E decrease Debit 2,000	Cash Asset — Credit 2,000.
--	--

CS Scanned with CamScanner

## 16. Paid miscellaneous expenses Rs.550

Q16

Misc Expense Increase Debit 550	Cash/Cash Asset Decrease credit 550.
---	--

CS Scanned with CamScanner

## 17. Paid creditors (Ali) on account Rs. 1,400

Q17

Acc Pay Liability decrease Debit 1,400	Cash Asset decrease credit 1,400.
--	---

CS Scanned with CamScanner

## 18. Received cash from Tariq (Debtor) on account Rs. 4,000

Q18

Cash Asset Increase Debit 4,000	Acc Receivable Asset decrease credit 4,000.
---	---

CS Scanned with CamScanner

**19. Paid for insurance Rs. 900 cash.**

Date: \_\_\_\_\_

Q19

Insurance	Cash
Expense	Asset
Increase	decrease
Debit	Credit
900	900.

CS Scanned with CamScanner

**20. Started business with cash Rs.18000.**

Q20

Cash	Capital
Asset	O.E
Increase	Increase
Debit	Credit
+20 18 000	18000.

CS Scanned with CamScanner

**21. Purchase merchandise/ Goods/ Inventory/ Stock on account Rs. 6,000**

Q21

Purchase	Acc payable
Expense	Liability
Increase	<del>Asset</del> Increase
Debit	Credit
6000.	6000/-

CS Scanned with CamScanner



**22. Paid transport Exp. on account Rs.6,000.**

Q22

A/c Payable	Cash
Liability	Asset
Decrease	decrease
Debit	Credit
6,000	6,000

CS Scanned with CamScanner

**23. Sold merchandise on account Rs.12,000.**

Q23

Acc Rec	Sales
Asset	Revenue
Increase	Increase
Debit	Credit
12,000	12,000.

CS Scanned with CamScanner

**24. Purchased store supplies for cash Rs. 1500**

Q24

Cash	Purchase
Asset	Asset
decrease	Increase
credit	Debit
1500	1500.

CS Scanned with CamScanner

**25. Paid salaries expense for cash Rs.2,000**

Q25

Cash	Paid
Asset	Expense
decrease	Increase
Credit	debit
2,000	2,000

Scanned with CamScanner

**26. Paid advertising expense Rs.2,000**

Q26

Cash	Acc Payable
Asset	Expense
decrease	Increase
Credit	Debit
2,000	2,000.

Scanned with CamScanner

**27. Received cash from customer on account Rs. 6,000**

Q27

Cash	Acc Received
Asset	Asset
Increase	decrease
Debit	Credit
6,000	6,000

Scanned with CamScanner

**28. Paid creditors on account Rs.3,000.**

Q28

A/c Payable	Cash
Liability	Asset
decrease	decrease
debit	Credit
3,000	3,000

CS Scanned with CamScanner

**29. Withdrew cash for personal use Rs.1,000**

Q29

Cash	Withdraw
Asset	O.E (Capital)
decrease	decrease
Credit	Debit
1000	1,000

CS Scanned with CamScanner

**30. Sold merchandise on account Rs.12,000**

Q30

A/c Rec	Sales
Asset	Revenue
increase	Increase
Debit	Credit
12,000	12,000/-

CS Scanned with CamScanner