**Non VAT - Clients**

**Sales Invoice**

Sales CR £100

Customer – Customer A/C DR £100

**Purchase Invoice**

Purchase DR £100

Supplier – Supplier Ac CR £100

**Bank Receipts for the Sales**

Customer – Customer Ac – CR £100

Bank – DR £100

**Purchase Payment in the Bank**

Supplier – Supplier Ac DR £100

Bank – CR £100

**VAT Clients**

**VAT Cash Accounting**

**Sales Invoice**

Sales CR £100

VAT -🡪 Creditors less than one Year -> Vat Out Put – Differed CR £20 (20% of The VAT)

**( If FRS VAT , FRS VAT-> Creditors less than one Year -> Vat Out Put – Differed CR (£15.6 (120\*13%)**

**Balance VAT -> income – Other income (FRS)) (£4.4 (20-15.6)**

Customer – Customer A/C DR £100+£20

**Purchase Invoice**

Purchase DR £100

VAT -🡪 Creditors less than one Year -> Vat in Put – Differed DR £15 or £20 ( as per the Recipts)

**( If FRS VAT , if the total invoice is less than £2000 , VAT field is inactive)**

Supplier – Supplier Ac CR £100 + £15 or £20 ( as per the recipts)

**Bank Receipts for the Sales**

Customer – Customer Ac – CR £120

Bank – DR £120

**Purchase Payment in the Bank**

Supplier – Supplier Ac DR £115 or £120 ( as per the receipts)

Bank – CR £115 or £120 ( as per the receipts)

**Once we pair the Bank receipts/payment with the Invoice**

**Appropriate VAT will move to**

**Sales VAT**

VAT -🡪 Creditors less than one Year -> Vat out Put – Differed DR

VAT -🡪 Creditors less than one Year -> Vat Out Put CR

**Purchase Invoice**

VAT -🡪 Creditors less than one Year -> Vat in Put – Differed CR

VAT -🡪 Creditors less than one Year -> Vat in Put DR

**VAT Clients**

**VAT Accurual Accounting**

**Sales Invoice**

Sales CR

VAT -🡪 Creditors less than one Year -> Vat Out Put – CR

**( If FRS VAT , FRS VAT-> Creditors less than one Year -> Vat Out Put – Differed CR**

**Balance VAT -> income – Other income (FRS))**

Customer – Customer A/C DR

**Purchase Invoice**

Purchase DR

VAT -🡪 Creditors less than one Year -> Vat in Put – DR

**( If FRS VAT , if the total invoice is less than £2000 , VAT field is inactive)**

Supplier – Supplier Ac CR

**Bank Receipts for the Sales**

Customer – Customer Ac – CR

Bank – DR

**Purchase Payment in the Bank**

Supplier – Supplier Ac DR

Bank – CR

**Once we pair the Bank receipts/payment with the Invoice**

No movement