**Non VAT - Clients**

**Sales Invoice**

Sales CR

Customer – Customer A/C DR

**Purchase Invoice**

Purchase DR

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

**VAT Clients**

**VAT Cash Accounting**

**Sales Invoice**

Sales CR

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

**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