**Name : Sahil Yadav**

**Roll No: 21ECE1039**

**Branch : ECE**

**Assignment 2:**

**Business Name:** *Coastal Creations*

**Description of Business:** *Coastal Creations* is a boutique specializing in handcrafted jewelry and home decor items inspired by the beauty of the Indian coastline. They source materials locally, such as seashells, pearls, and driftwood, to create unique and sustainable products. Our target market will include tourists, locals, and individuals seeking one-of-a-kind gifts.

**Nature of Business Can Be**

**Personal:**

It could be considered personal if owned by a single individual

**Interpersonal:**

It's more to be **interpersonal** if its focus on handcrafted products and the potential for interactions with customers.

**Real:** The business deals with **tangible products** (jewellery and home decor items), so it can be a **real business**.

**Journal**

|  |  |  |  |
| --- | --- | --- | --- |
| Date | Account | Debit | Credit |
| 6/1 | Cash | 100,000 |  |
|  | Capital |  | 100,000 |
| 6/2 | Purchases | 20,000 |  |
|  | Accounts Payable |  | 20,000 |
| 6/3 | Rent Expense | 5,000 |  |
|  | Cash |  | 5,000 |
| 6/4 | Sales | 15,000 |  |
|  | Cash |  | 15,000 |
| 6/5 | Wages Expense | 3,000 |  |
|  | Cash |  | 3,000 |
| 6/6 | Utilities Expense | 1,000 |  |
|  | Cash |  | 1,000 |
| 6/7 | Accounts Payable | 10,000 |  |
|  | Cash |  | 10,000 |
| 6/8 | Purchases | 15,000 |  |
|  | Accounts Payable |  | 15,000 |
| 6/9 | Sales | 20,000 |  |
|  | Cash |  | 20,000 |
| 6/10 | Wages Expense | 4,000 |  |
|  | Cash |  | 4,000 |

**Ledger Accounts**

**Cash Ledger**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Item | Debit | Credit | Debit | Credit |
| 6/1 | Capital | 100,000 |  | 100,000 |  |
| 6/3 | Rent Expense |  | 5,000 | 95,000 |  |
| 6/4 | Sales |  | 15,000 | 80,000 |  |
| 6/5 | Wages Expense |  | 3,000 | 77,000 |  |
| 6/6 | Utilities Expense |  | 1,000 | 76,000 |  |
| 6/7 | Accounts Payable |  | 10,000 | 66,000 |  |
| 6/10 | Wages Expense |  | 4,000 | 62,000 |  |
|  |  |  |  |  |  |

**Purchases Ledger**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Item | Debit | Credit | Debit | Credit |
| 6/2 | Accounts Payable | 20,000 |  | 20,000 |  |
| 6/8 | Accounts Payable | 15,000 |  | 35,000 |  |

**Accounts Payable Ledger**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Item | Debit | Credit | Balance | Credit |
| 6/2 | Purchases |  | 20,000 | 20,000 |  |
| 6/7 | Cash | 10,000 |  | 10,000 |  |
| 6/8 | Purchases |  | 15,000 | 25,000 |  |

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Item | Debit | Credit | Debit | Credit |
| 6/4 | Cash |  | 15,000 | 15,000 |  |
| 6/9 | Cash |  | 20,000 | 35,000 |  |

**Sales Ledger**

**Rent Expense Ledger**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Item | Debit | Credit | Debit | Credit |
| 6/3 | Cash | 5,000 |  | 5,000 |  |

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Item | Debit | Credit | Debit | Credit |
| 6/5 | Cash | 3,000 |  | 3,000 |  |
| 6/10 | Cash | 4,000 |  | 7,000 |  |

**Wages Expense Ledger**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Item | Debit | Credit | Debit | Credit |
| 6/6 | Cash | 1,000 |  | 1,000 |  |

**Utilities Expense Ledger**

**Capital Ledger**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Date | Item | Debit | Credit | Debit | Credit |
| 6/1 | Cash |  | 100,000 |  | 100,000 |