

What is Journal Entry?

A Journal is the primary book of accounts in which transactions are first recorded in a chronological order, i.e., as they are entered into. Transactions are recorded in the Journal book from the accounting voucher that is prepared on the basis of source documents, i.e., cash memo, invoices, purchase bills, etc.

GOLDEN RULES OF ACCOUNTING

TYPES OF ACCOUNT	DEBIT	CREDIT
Personal Account	The Receiver	The Giver
Real Account	What Comes In	What Goes out
Nominal Account	Expenses and Losses	Income and Gains

Format of journal entries

Date	Particulars	l/f	Dr. Amount	Cr. Amount

Examples of Journal Entries : -

Purchase Furniture In cash 2000

Date	Particulars	I/f	Dr. Amount	Cr. Amount
	Furniture A/c -----Dr. To Cash A/c -----Cr.		2000	2000

Examples of Journal Entries : -

Purchase Furniture through cheque 2000

Date	Particulars	I/f	Dr. Amount	Cr. Amount
	Furniture A/c -----Dr. To Bank A/c -----Cr.		2000	2000

Examples of Journal Entries : -

Purchase goods from Ankit on credit 2000

Date	Particulars	I/f	Dr. Amount	Cr. Amount
	Purchase A/c -----Dr. To Ankit A/c -----Cr.		2000	2000

Examples of Journal Entries : -

Purchase goods from Ankit in cash 2000

Date	Particulars	I/f	Dr. Amount	Cr. Amount
	Purchase A/c -----Dr. To Cash A/c -----Cr.		2000	2000

Examples of Journal Entries : -

Sold Furniture In cash 2000

Date	Particulars	I/f	Dr. Amount	Cr. Amount
	Cash A/c -----Dr. To Furniture A/c -----Cr.		2000	2000

Examples of Journal Entries : -

Sold Furniture through cheque 2000

Date	Particulars	I/f	Dr. Amount	Cr. Amount
	Bank A/c -----Dr. To Furniture A/c -----Cr.		2000	2000

Examples of Journal Entries : -

Sold goods to Ankit on credit 2000

Date	Particulars	I/f	Dr. Amount	Cr. Amount
	Ankit A/c -----Dr. To Sales A/c -----Cr.		2000	2000

Examples of Journal Entries : -

Sold goods to Ankit in cash 2000

Date	Particulars	I/f	Dr. Amount	Cr. Amount
	Cash A/c -----Dr. To Sales A/c -----Cr.		2000	2000

Journalise the following transactions.

a) Purchase goods from Ram on Credit.	15,000
b) Purchase goods from Ram in cash.	10,000
c) Cash paid to Ram.	5,000
d) Cheque Paid to Ram.	10,000
e) Sold goods to Shyam Credit.	20,000
f) Sold goods to Shyam in Cash.	15,000
g) Cash Received from Shyam.	8,000
h) Cheque Received from Shyam.	12,000
i) Salary Paid in Cash.	15,000
j) Rent Received Through Cheque.	10,000