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A journal is a book of original entries in which transactions are recorded, as and when they occur. The journal provides data-wise records of all the transactions and the amount of each transaction. Everyday transactions are recorded in a journal chronologically, giving a complete picture of the transaction in one entry. A journal recording is based on a double-entry system so the total of the debit column is equal to the credit column.

Example 1

Pass the necessary journal entries related to the 'Opening Entry'.

(a) On 1st April 2025, Ram started a business with cash Rs. 5,00,000.

Journal Entry

Date	Particulars	L.F.	Amount (Dr.)	Amount (Cr)
2025	Cash A/c Dr.		5, 00, 000	
April 1	To Capital A/c			5, 00, 000
	(Being business commenced with cash)			

(b) On 1st April 2025, Vinod started business with cash Rs. 1,00,000, furniture Rs. 2,00,000, and Building Rs. 10,00,000.

Journal Entry

Date	Particulars	L.F.	Amount (Dr.)	Amount (Cr)
2025	Cash A/c Dr.		1, 00, 000	
April 1	Furniture A/c Dr.		2, 00, 000	
	Building A/c Dr.		10, 00, 000	
	To Capital A/c			13, 00, 000
	(Being business commenced with assets)			

(c) On 1st April 2025, Mohan's Books of Account shows Cash Rs.16,000, Stock Rs. 54,000, Debtors Rs. 47,000, Furniture Rs. 42,000, Creditors Rs. 37,000, and Capital Rs. 1,22,000.

Journal Entry

Date	Particulars	L.F.	Amount (Dr.)	Amount (Cr)
2025	Cash A/c Dr.		16, 000	
April 1	Stock A/c Dr.		54, 000	
	Debtors A/c Dr.		47,000	
	Furniture A/c Dr.		42,000	
	To Capital A/c			1,22, 000
	To Creditors A/c			37,000
	(Being assets and liabilities brought in business)			

(d) On 1st April 2025, Amit's Books of Account shows Cash Rs. 4,000, Bank Rs. 10,000, Stock Rs. 27,000, Debtors Rs. 23,500, Land and building Rs. 30,000, Creditors Rs. 10,000, and Capital Rs. 1,00,000.

Journal Entry

Date	Particulars		L.F.	Amount (Dr.)	Amount (Cr)
2025	Cash A/c	Dr.		4, 000	
April 1	Bank A/c	Dr.		10, 000	
	Stock A/c	Dr.		27,000	
	Debtors A/c	Dr.		23,500	
	Land & Building A/c	Dr.		30,000	
	Goodwill A/c (balancing figure)	Dr.		15,500	
	To Capital A/c				1,00, 000
	To Creditors A/c				10,000
	(Being assets and liabilities brought in business)				

(e) On 1st April 2025, Vikas's Books of Account show, Cash Rs. 30,000, Bank Rs. 10,000, Stock Rs. 80,000, Debtors Rs. 48,000, Furniture Rs. 7,200, Creditors Rs. 25,000, and Bank Loan Rs. 20,000.

Date	Particulars		L.F.	Amount (Dr.)	Amount (Cr)
2025	Cash A/c	Dr.		30, 000	
April 1	Bank A/c	Dr.		10, 000	
	Stock A/c	Dr.		80,000	
	Debtors A/c	Dr.		48,000	
	Furniture A/c	Dr.		7,200	
	To Bank Loan A/c				25, 000
	To Creditors A/c				20, 000
	To Capital A/c (Balancing fig.)				1,30,200
	(Being assets and liabilities brought in business)				