

Analysis: The process by which it is determined that which account is debited and which is credited.

Handout-Accounting Equation:					
Qno1:					
1	Cash	Asset	Increase	Debit	Rs.500,000
	Capital (Mr.Ali)	Owner's Equity	Increase	Credit	Rs.500,000
2	Furniture	Asset	Increase	Debit	Rs.50,000
	Cash	Asset	Decrease	Credit	Rs.50,000
3	Bank	Asset	Increase	Debit	Rs.10,000
	Cash	Asset	Decrease	Credit	Rs.10,000
4	Office Supplies	Asset	Increase	Debit	Rs.5,000
	Cash	Asset	Decrease	Credit	Rs.5,000
5	Equipment	Asset	Increase	Debit	Rs.5,000
	Bank	Asset	Decrease	Credit	Rs.5,000
Qno2:					
1	Cash	Asset	Increase	Debit	Rs.300,000
	Land	Asset	Increase	Debit	Rs.100,000
	Building	Asset	Increase	Debit	Rs.250,000
	Furniture	Asset	Increase	Debit	Rs.50,000
	Capital (Faraz Bhollo)	Owner's Equity	Increase	Credit	Rs.700,000
2	Bank	Asset	Increase	Debit	Rs.100,000
	Cash	Asset	Decrease	Credit	Rs.100,000
3	Supplies	Asset	Increase	Debit	Rs.10,000
	Furniture	Asset	Increase	Debit	Rs.15,000
	Equipment	Asset	Increase	Debit	Rs.10,000
	Cash	Asset	Decrease	Credit	Rs.25,000
	Bank	Asset	Decrease	Credit	Rs.10,000
4	Equipment	Asset	Increase	Debit	Rs.15,000
	Accounts Payable	Liability	Increase	Credit	Rs.15,000

Operational Level 1

Fundamentals of Financial Accounting

Qno3:					
1	Cash	Asset	Increase	Debit	Rs.500,000
	Capital	Owner's Equity	Increase	Credit	Rs.500,000
	(Mr.Kara)				
2	Bank	Asset	Increase	Debit	Rs.100,000
	Cash	Asset	Decrease	Credit	Rs.100,000
3	Office Supplies	Asset	Increase	Debit	Rs.10,000
	Furniture	Asset	Increase	Debit	Rs.25,000
	Equipment	Asset	Increase	Debit	Rs.15,000
	Cash	Asset	Decrease	Credit	Rs.10,000
	Bank	Asset	Decrease	Credit	Rs.25,000
	Accounts Payable	Liability	Increase	Credit	Rs.15,000
4	Dry Cleaning Machine	Asset	Increase	Debit	Rs.100,000
	Accounts Payable	Liability	Increase	Credit	Rs.100,000
5	Cash	Asset	Increase	Debit	Rs.200,000
	Service Income	Revenue	Increase	Credit	Rs.200,000
6	Cash	Asset	Increase	Debit	Rs.200,000
	Bank	Asset	Increase	Debit	Rs.100,000
	Service Income	Revenue	Increase	Credit	Rs.300,000
7	Accounts Receivable	Asset	Increase	Debit	Rs.50,000
	Service Income	Revenue	Increase	Credit	Rs.50,000

Qno4:					
1	Cash	Asset	Increase	Debit	Rs.5,000
	Capital	Owner's Equity	Increase	Credit	Rs.5,000
2	Furniture	Asset	Increase	Debit	Rs.2,500
	Cash	Asset	Decrease	Credit	Rs.2,500
3	Office Rent Expense	Expense	Increase	Debit	Rs.300
	Cash	Asset	Decrease	Credit	Rs.300
4	Cash	Asset	Increase	Debit	Rs.1,000
	Fee Income	Revenue	Increase	Credit	Rs.1,000
5	Supplies	Asset	Increase	Debit	Rs.200
	Accounts Payable	Liability	Increase	Credit	Rs.200
6	Cash	Asset	Increase	Debit	Rs.750
	Fee Income	Revenue	Increase	Credit	Rs.750
7	Drawing	Contra Owner's Equity	Increase	Debit	Rs.100
	Cash	Asset	Decrease	Credit	Rs.100
8	Accounts Payable	Liability	Decrease	Debit	Rs.100
	Cash	Asset	Decrease	Credit	Rs.100
9	Cash	Asset	Increase	Debit	Rs.500
	Accounts Receivable	Asset	Decrease	Credit	Rs.500

Qno5:					
1	Cash	Asset	Increase	Debit	Rs.50,000
	Capital	Owner's Equity	Increase	Credit	Rs.50,000
2	Office Supplies	Asset	Increase	Debit	Rs.1,000
	Cash	Asset	Decrease	Credit	Rs.1,000
3	Furniture	Asset	Increase	Debit	Rs.1,000
	Cash	Asset	Decrease	Credit	Rs.1,000
4	Printing Equipment	Asset	Increase	Debit	Rs.80,000
	Accounts Payable	Liability	Increase	Credit	Rs.80,000
5	Cash	Asset	Increase	Debit	Rs.11,000
	Service Income	Revenue	Increase	Credit	Rs.11,000
6	Office Rent Expense	Expense	Increase	Debit	Rs.4,000
	Cash	Asset	Decrease	Credit	Rs.4,000
7	Drawing	Contra Owner's Equity	Increase	Debit	Rs.6,000
	Cash	Asset	Decrease	Credit	Rs.6,000
8	Accounts Receivable	Asset	Increase	Debit	Rs.140,000
	Service Income	Revenue	Increase	Credit	Rs.140,000
9	Cash	Asset	Increase	Debit	Rs.130,000
	Accounts Receivable	Asset	Decrease	Credit	Rs.130,000

Qno6:					
1	Cash	Asset	Increase	Debit	Rs.50,000
	Capital	Owner's Equity	Increase	Credit	Rs.50,000
	(Mr.Akram)				
2	Office Supplies	Asset	Increase	Debit	Rs.1,000
	Cash	Asset	Decrease	Credit	Rs.1,000
3	Dry Cleaning Machine	Asset	Increase	Debit	Rs.80,000
	Cash	Asset	Decrease	Credit	Rs.20,000
	Accounts Payable	Liability	Increase	Credit	Rs.60,000
4	Furniture	Asset	Increase	Debit	Rs.10,000
	Cash	Asset	Decrease	Credit	Rs.10,000
5	Cash	Asset	Increase	Debit	Rs.20,000
	Service Income	Revenue	Increase	Credit	Rs.20,000
6	Wages Expense	Expense	Increase	Debit	Rs.2,000
	Cash	Asset	Decrease	Credit	Rs.2,000
7	Accounts Receivable	Asset	Increase	Debit	Rs.80,000
	Service Income	Revenue	Increase	Credit	Rs.80,000
8	Utilities Expense	Expense	Increase	Debit	Rs.5,000
	Cash	Asset	Decrease	Credit	Rs.5,000
9	Cash	Asset	Increase	Debit	Rs.75,000
	Accounts Receivable	Asset	Decrease	Credit	Rs.75,000
10	Accounts Payable	Liability	Decrease	Debit	Rs.5,500
	Cash	Asset	Decrease	Credit	Rs.5,500

Qno7:					
1	Cash	Asset	Increase	Debit	Rs.100,000
	Capital	Owner's Equity	Increase	Credit	Rs.100,000
2	Office Equipment	Asset	Increase	Debit	Rs.20,000
	Cash	Asset	Decrease	Credit	Rs.20,000
3	Office Supplies	Asset	Increase	Debit	Rs.10,000
	Accounts Payable	Liability	Increase	Credit	Rs.10,000
4	Accounts Payable	Liability	Decrease	Debit	Rs.5,000
	Cash	Asset	Decrease	Credit	Rs.5,000
5	Accounts Receivable	Asset	Increase	Debit	Rs.10,000
	Service Income	Revenue	Increase	Credit	Rs.10,000
6	Cash	Asset	Increase	Debit	Rs.5,000
	Service Income	Revenue	Increase	Credit	Rs.5,000
7	Cash	Asset	Increase	Debit	Rs.5,000
	Accounts Receivable	Asset	Decrease	Credit	Rs.5,000
8	Salaries Expense	Expense	Increase	Debit	Rs.5,000
	Cash	Asset	Decrease	Credit	Rs.5,000
9	Drawing	Contra Owner's Equity	Increase	Debit	Rs.5,000
	Cash	Asset	Decrease	Credit	Rs.5,000

Qno8:					
1	Cash	Asset	Increase	Debit	Rs.60,000
	Capital	Owner's Equity	Increase	Credit	Rs.60,000
	(Mr.Aslam)				
2	Office Supplies	Asset	Increase	Debit	Rs.500
	Cash	Asset	Decrease	Credit	Rs.500
3	Dry Cleaning Mahine	Asset	Increase	Debit	Rs.50,000
	Accounts Payable	Liability	Increase	Credit	Rs.50,000
4	Cash	Asset	Increase	Debit	Rs.15,000
	Service Income	Revenue	Increase	Credit	Rs.15,000
5	Accounts Receivable	Asset	Increase	Debit	Rs.30,000
	Service Income	Revenue	Increase	Credit	Rs.30,000
6	Rent Expense	Expense	Increase	Debit	Rs.5,000
	Cash	Asset	Decrease	Credit	Rs.5,000
7	Salaries Expense	Expense	Increase	Debit	Rs.15,000
	Cash	Asset	Decrease	Credit	Rs.15,000

Qno9:					
1	Cash	Asset	Increase	Debit	Rs.100,000
	Capital	Owner's Equity	Increase	Credit	Rs.100,000
	(Mr.Farhan)				
2	Shop	Asset	Increase	Debit	Rs.50,000
	Cash	Asset	Decrease	Credit	Rs.5,000
	Accounts Payable	Liability	Increase	Credit	Rs.45,000
3	Land	Asset	Increase	Debit	Rs.30,000
	Cash	Asset	Decrease	Credit	Rs.30,000
4	Accounts Receivable	Asset	Increase	Debit	Rs.15,000
	Land	Asset	Decrease	Credit	Rs.15,000
5	Office Equipment	Asset	Increase	Debit	Rs.10,000
	Accounts Payable	Liability	Increase	Credit	Rs.10,000
6	Cash	Asset	Increase	Debit	Rs.10,000
	Accounts Receivable	Asset	Decrease	Credit	Rs.10,000
7	Accounts Payable	Liability	Decrease	Debit	Rs.10,000
	Cash	Asset	Decrease	Credit	Rs.10,000
8	Salaries Expense	Expense	Increase	Debit	Rs.20,000
	Cash	Asset	Decrease	Credit	Rs.20,000

Qno10:					
1	Cash	<u>Asset</u>	<u>Increase</u>	<u>Debit</u>	<u>Rs.5,000</u>
	Capital	<u>Owner's Equity</u>	<u>Increase</u>	<u>Credit</u>	<u>Rs.5,000</u>
	(Mr.Iqbal)				
2	Office Supplies	<u>Asset</u>	<u>Increase</u>	<u>Debit</u>	<u>Rs.300</u>
	Cash	<u>Asset</u>	<u>Decrease</u>	<u>Credit</u>	<u>Rs.300</u>
3	Furniture	<u>Asset</u>	<u>Increase</u>	<u>Debit</u>	<u>Rs.4,000</u>
	Cash	<u>Asset</u>	<u>Decrease</u>	<u>Credit</u>	<u>Rs.4,000</u>
4	Office Rent Expense	<u>Expense</u>	<u>Increase</u>	<u>Debit</u>	<u>Rs.350</u>
	Cash	<u>Asset</u>	<u>Decrease</u>	<u>Credit</u>	<u>Rs.350</u>
5	Cash	<u>Asset</u>	<u>Increase</u>	<u>Debit</u>	<u>Rs.4,000</u>
	Commission Income	<u>Revenue</u>	<u>Increase</u>	<u>Credit</u>	<u>Rs.4,000</u>
6	Cash	<u>Asset</u>	<u>Increase</u>	<u>Debit</u>	<u>Rs.500</u>
	Accounts Receivable	<u>Asset</u>	<u>Increase</u>	<u>Debit</u>	<u>Rs.3,500</u>
	Commission Income	<u>Revenue</u>	<u>Increase</u>	<u>Credit</u>	<u>Rs.4,000</u>
7	Furniture	<u>Asset</u>	<u>Increase</u>	<u>Debit</u>	<u>Rs.1,000</u>
	Cash	<u>Asset</u>	<u>Decrease</u>	<u>Credit</u>	<u>Rs.300</u>
	Accounts Payable	<u>Liability</u>	<u>Increase</u>	<u>Credit</u>	<u>Rs.700</u>

Qno11:					
1	Cash	Asset	Increase	Debit	Rs.2,500
	Capital	Owner's Equity	Increase	Credit	Rs.2,500
2	Prepaid Rent	Asset	Increase	Debit	Rs.600
	Cash	Asset	Decrease	Credit	Rs.600
3	Office Equipment	Asset	Increase	Debit	Rs.1,200
	Cash	Asset	Decrease	Credit	Rs.1,200
4	Office Supplies	Asset	Increase	Debit	Rs.60
	Office Equipment	Asset	Increase	Debit	Rs.300
	Accounts Payable	Liability	Increase	Credit	Rs.360
5	Cash	Asset	Increase	Debit	Rs.400
	Service Income	Revenue	Increase	Credit	Rs.400
6	Salaries Expense	Expense	Increase	Debit	Rs.250
	Cash	Asset	Decrease	Credit	Rs.250
7	Accounts Receivable	Asset	Increase	Debit	Rs.750
	Service Income	Revenue	Increase	Credit	Rs.750
8	Cash	Asset	Increase	Debit	Rs.750
	Accounts Receivable	Asset	Decrease	Credit	Rs.750
9	Accounts Payable	Liability	Decrease	Debit	Rs.100
	Cash	Asset	Decrease	Credit	Rs.100

Qno12:						
	a	Cash	Asset	Increase	Debit	Rs.100,000
		Furniture	Asset	Increase	Debit	Rs.30,000
		Shop	Asset	Increase	Debit	Rs.150,000
		Bank	Asset	Increase	Debit	Rs.50,000
		Capital (Mr.Aziz)	Owner's Equity	Increase	Credit	Rs.330,000
	1	Office Supplies	Asset	Increase	Debit	Rs.20,000
		Cash	Asset	Decrease	Credit	Rs.20,000
	2	Equipment	Asset	Increase	Debit	Rs.10,000
		Accounts Payable	Liability	Increase	Credit	Rs.10,000
	3	Cash	Asset	Increase	Debit	Rs.30,000
		Commission Income	Revenue	Increase	Credit	Rs.30,000
	4	Equipment	Asset	Increase	Debit	Rs.40,000
		Accounts Payable	Liability	Increase	Credit	Rs.40,000
	5	Accounts Receivable	Asset	Increase	Debit	Rs.100,000
		Commission Income	Revneue	Increase	Credit	Rs.100,000
	6	Salaries Expense	Expense	Increase	Debit	Rs.15,000
		Cash	Asset	Decrease	Credit	Rs.15,000
	7	Cash	Asset	Increase	Debit	Rs.60,000
		Accounts Receivable	Asset	Decrease	Credit	Rs.60,000
	8	Accounts Payable	Liability	Decrease	Debit	Rs.30,000
		Cash	Asset	Decrease	Credit	Rs.30,000
	9	Cash	Asset	Increase	Debit	Rs.10,000
		Accounts Receivable	Asset	Increase	Debit	Rs.5,000
		Commission Income	Revenue	Increase	Credit	Rs.15,000

Operational Level 1

Fundamentals of Financial Accounting

Qno13:					
1	Cash	Asset	Increase	Debit	Rs.600,000
	Capital (Baba Ji)	Owner's Equity	Increase	Credit	Rs.600,000
2	Bank	Asset	Increase	Debit	Rs.300,000
	Capital (Baba Ji)	Owner's Equity	Increase	Credit	Rs.300,000
3	Dry Cleaning Machine	Asset	Increase	Debit	Rs.300,000
	Cah	Asset	Decrease	Credit	Rs.150,000
	Accounts Payable	Liability	Increase	Credit	Rs.150,000
4	Furnitue	Asset	Increase	Debit	Rs.40,000
	Bank	Asset	Decrease	Credit	Rs.40,000
5	Prepaid Shop Rent	Asset	Increase	Debit	Rs.50,000
	Cash	Asset	Decrease	Credit	Rs.50,000
6	Supplies	Asset	Increase	Debit	Rs.20,000
	Cash	Asset	Decrease	Credit	Rs.20,000
7	Equipment	Asset	Increase	Debit	Rs.50,000
	Bank	Asset	Decrease	Credit	Rs.50,000
8	Cash	Asset	Increase	Debit	Rs.100,000
	Service Income	Revenue	Increase	Credit	Rs.100,000
9	Accounts Receivable	Asset	Increase	Debit	Rs.150,000
	Service Income	Revenue	Increase	Credit	Rs.150,000
10	Salaries Expense	Expense	Increase	Debit	Rs.30,000
	Cash	Asset	Decrease	Credit	Rs.30,000
11	Advertising Expense	Expense	Increase	Debit	Rs.10,000
	Cash	Asset	Decrease	Credit	Rs.10,000
12	Cash	Asset	Increase	Debit	Rs.100,000
	Accounts Receivable	Asset	Decrease	Credit	Rs.100,000
13	Accounts Payable	Liability	Decrease	Debit	Rs.50,000
	Cash	Asset	Decrease	Credit	Rs.50,000
14	Drawing (Baba Ji)	Contra Owner's Equity	Increase	Debit	Rs.15,000
	Cash	Asset	Decrease	Credit	Rs.15,000
15	Drawing (Baba Ji)	Contra Owner's Equity	Increase	Debit	Rs.4,000
	Cash	Asset	Decrease	Credit	Rs.4,000
Accounting with VAWWA (ACMA,MBA)			Cell No: 0332-2935798		
16	Notes Receivable	Asset	Increase	Debit	Rs.30,000
	Service Income	Revenue	Increase	Credit	Rs.30,000