

Horizontal Trial Balance (Ledger Format)

Account Code	Account Name	Debit Balance	Credit Balance
1001	Cash	25,500	
1002	Accounts Receivable	8,300	
2001	Accounts Payable		12,100
3001	Equity Capital		18,500
4001	Sales Revenue		15,000
5001	Expenses	14,800	
Total		48,600	45,600

- This format provides a side-by-side view of debit and credit balances for each account.
- Helps ensure the ledger's arithmetical accuracy by matching total debits and credits.
- If totals do not match, it indicates possible errors in the ledger entries.
- Account codes help in systematic identification and classification of accounts.
- Regular preparation of trial balance is a key internal control measure.