

XYZ Company

Trial Balance Sheet As of 31st March 2024

Account Name	Debit (â,¹)	Credit (â,¹)
Cash	120,000	
Accounts Receivable	50,000	
Inventory	30,000	
Furniture	40,000	
Accounts Payable		60,000
Bank Loan		100,000
Capital		80,000
Sales		110,000
Purchases	70,000	
Rent Expense	20,000	
Total	330,000	330,000

Important Notes

- A trial balance lists all ledger accounts with their respective debit or credit balances.
- Total debits and credits must always be equal, indicating that the ledger is arithmetically accurate.
- This document helps in detecting possible errors in bookkeeping, prior to preparing final accounts.
- A trial balance does not guarantee complete accuracy, as some errors may not affect totals.
- It serves as a working paper for accountants and is usually prepared at the end of an accounting period.