

Trial Balance

As at 31st December 2023

Account Title	Debit (â,¹)	Credit (â,¹)
Cash	50,000	
Accounts Receivable	20,000	
Inventory	15,000	
Furniture	30,000	
Accounts Payable		22,000
Loan Payable		25,000
Capital		60,000
Sales		70,000
Purchases	40,000	
Rent Expense	8,000	
Salaries Expense	14,000	
Total	177,000	177,000

- A Two-Column Trial Balance lists all ledger account balances as either debit or credit.
- Its main purpose is to verify that total debits equal total credits after posting from the ledger.
- It helps in detecting arithmetic errors, though not all types of errors.
- Trial Balance is typically prepared at the end of an accounting period before financial statements.
- Only those accounts with non-zero balances are generally listed.