

---

## OPENING BALANCE ENTRY

---

Following balances have been extracted from the books of Kingfisher Ltd. as on 1 April 2023.

ASSETS	Amount £
Building	30,000
Machinery	10,000
Furniture	2,000
Accounts Receivable	12,000
Prepayments	5,000
Inventory	9,000
Cash at Bank	15,000
Cash in Hand	2,000
<b>Total Assets</b>	<b>85,000</b>
LIABILITIES	
Trade Payable	4,000
Long Term Loan	15,000
Accrued Liabilities	20,000
<b>Total Liabilities</b>	<b>39,000</b>

**Required:**

**You are required to calculate the Capital A/c balance and then prepare Opening Journal Entry that need to passed as on 01 May 2023 in the books of Kigfisher Limited**

**Capital** = Asset - Liabilities

$$C = 85,000 - 39,000 =$$

**46,000**

Particulars	Debit	Credit
Building	30,000	
Machinery	10,000	
Furniture	2,000	
Accounts Receivable	12,000	
Prepayments	5,000	
Inventory	9,000	
Cash at Bank	15,000	
Cash in Hand	2,000	
Trade Payable		4,000
Long Term Loan		15,000
Accrued Liabilities		20,000
Capital		46,000

