RULES OF ACCUNTING

There are Five Rules of Accounting;

1. Assets
2. Expenses
3. Revenue
4. Liabilities
5. Capital

Assets	→	Increase	→	Debit
Expense	→	Decrease	→	Credit

Rule: If Assets & Expense Increase then rule is Debit.
If Assets & Expense Decrease then rule is Credit.

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Page 1 of 1

Revenue	→	Increase	→	Credit
Liabilities				
Capital	→	Decrease	→	Debit

Rule: If Revenue, Liabilities & Capital Increase then rule is Credit.
If Revenue, Liabilities & Capital Decrease then rule is Debit.