

Basic of journal entries

the importance of understanding it before moving on to more complex ones. Instructor gives examples of transactions such as paying rent, salary, and income tax, where the rules of debit and credit are applied to pass the journal entries. Another example is for commission paid, and purchase and selling of goods where cash and asset accounts are debited and credited accordingly. In addition, the instructor explains the depreciation of an asset, where the depreciation account is debited, and the asset account is credited. The speaker also mentions that the upcoming videos will cover more advanced journal entries.

the significance of comprehending it before on to more difficult ones. The instructor provides instances of transactions where the principles of debit and credit are used to pass the journal entries, such as paying rent, salaries, and income taxes. Another illustration would be commission payments, as well as the buying and selling of products, where appropriate debits and credits are made to cash and asset accounts. The teacher also goes over how an asset depreciates, explaining how the asset account is credited and the depreciation account is debited. The lecturer also says that more complex diary entries would be covered