

188. Closing the Ledger—Single Entry—Illustration Set.

This consists in closing the Proprietor's A/c only. The other Personal A/cs are closed, only when settled or when carried forward to a new page.

1. Determine the Net Gain from the Financial Statement.
2. Enter the Net Gain on the Cr. side of the Proprietor's A/c.
3. Close the Proprietor's A/c and bring down the Net Capital, as follows :

Dr.					W. J. SYKES (Capital A/c).					Cr.	
19—					19—						
Nov.	30	* Net Capital	95	* 3833	48	Nov.	1	Net Gain	90	3701	18
						30				132	30
				38.33	48					38.33	48
						Dec.	1	Net Capital	95	3833	48

189. Changing from Single Entry to Double Entry.

A Single Entry Ledger contains only Personal A/cs ; a Double Entry Ledger contains both Personal A/cs and Impersonal A/cs. To change from Single Entry to Double Entry, it is necessary, therefore, to open Impersonal A/cs in the Ledger, in addition to the Personal A/cs already there.

- (1). Make a Single Entry Financial Statement and close the Proprietor's A/c.
- (2). Make a journal entry from the Single Entry Asset and Liability Statement : 1st Method—make a journal entry containing only the Impersonal A/cs. 2nd Method—make a journal entry containing both the Personal A/cs and the Impersonal A/cs ; check the Personal A/cs and post only the Impersonal A/cs.
- (3). Post this opening journal entry and take a trial balance. From the 2nd Method, it will be seen that all the Single Entry Ledger lacks of being in balance, is the Impersonal A/cs.
- (4). Proceed to Double Entry, in the same way as you would after making the opening journal entry from the Assets and Liabilities in a Double Entry Set. Bring down the balances in the Cash Book, and continue the Bill Book.

140. Journal Entry to Change from S. E. to D. E.—Illustration Set.

ST. CATHARINES, December 2, 19

W. J. Sykes has this day changed his books from Single Entry to Double Entry, and continues the Grocery Business at # 173 St. Paul St.									
1st Method									
94	Cash Dr.	.	.	.	.	.	.	2856	23
94	Bills Rec.	.	.	.	.	.	.	50	
94	Mdse.	.	.	.	.	.	.	1320	50
94	Bills Pay.	.	.	.	.	.	.		200
Impersonal A/c's as per Single Entry Statement.									
2nd Method									
✓	S. Porter, Dr.	.	.	.	.	.	.		10
✓	R. Green	.	.	.	.	.	.	450	65
94	Cash	.	.	.	.	.	.		23
94	Bills Rec.	.	.	.	.	.	.	50	
94	Mdse.	.	.	.	.	.	.	220	50
94	Bills Pay.	.	.	.	.	.	.		200
✓	H. Dowd	.	.	.	.	.	.		220
✓	W. J. Sykes (Capital A/c)	.	.	.	.	.	.		3833
For Assets and Liabilities as per Single Entry Statement.									