CHANGING SINGLE, TO DOUBLE ENTRY.

Let the Books of the preceding Set in Single Entry, be changed to Double Entry.

PREPARATORY STATEMENT.

	$	c.	$	c.
Statement of the Resources and Liabilities taken from page 124.				
Resources.				
Personal Accounts Receivable (already posted)	80	00		
Cash, per Cash Book	2995	35		
Notes Receivable on hand, per Bill Book	205	00		
Merchandise, per Inventory	1188	93	4469	28
Liabilities.				
Personal Accounts Payable (already posted)	565	04		
Bills Payable, outstanding, per Bill Book	815	08		
Capital at commencing business	3000	00	4380	12
Net gain realized in business			89	16

From this schedule, it will be evident that when the above resources and liabilities are duly entered upon the Ledger, they will lack just the amount of net gain ($89.16) of balancing. Opening in the Ledger an account on my name, I enter to its credit, my capital at commencing business, and the net gain, $89.16, as properly belonging to it. I shall have the commencement of a Double Entry Ledger.

I now complete this process by opening accounts in the extended Ledger with the additional resources: Cash, Bills Receivable, Merchandise, and Bills Payable. These new accounts constitute the "change," and will serve, very clearly, to show the exact difference in the two systems, so far as the Ledger is concerned.