

Double Entry Accounting Equation

Balance Sheet

Assets		Liabilities/Equity/NetWorth	
Increase + Debit	Decrease - Credit	Decrease + Debit	Increase - Credit
(1000) Debit Balance		(2000/3000) Credit Balance	
Assets = Liabilities + Equity (Includes Net Income)			

Income Statement

Expenses		Income	
Increase + Debit	Decrease - Credit	Decrease + Debit	Increase - Credit
(5000/6000/7000) Debit Balance		(4000) Credit Balance	
Other Expenses		Other Income	
Increase + Debit	Decrease - Credit	Decrease + Debit	Increase - Credit
(9000) Debit Balance		(8000) Credit Balance	