

Posting for Compound Entries

Compound Entries

A compound journal entry is an entry involving more than two accounts. In a compound journal entry, there are two or more debits, credits, or both.

Example

Suppose, we purchased goods worth ₹ 5,000 and received a 10% cash discount on 13th June, 2024. The journal entry for the same will be as follows:

Journal

Date	Particulars	L. F.	Amount Dr. (₹)	Amount Cr. (₹)
	Purchases A/c Dr. To Cash A/c To Discount Received A/c (Goods purchased @ 10% cash discount.)		5,000	4,500 500

Ledger

Dr. **Purchase A/c** **Cr.**

Date	Particulars	J. F.	Amount (₹)	Date	Particulars	J. F.	Amount (₹)
2024 Jun 13	To Cash A/c		4,500				
Jun 13	To Disc. Received A/c		500				
			<u>5,000</u>				

Dr. **Cash A/c** **Cr.**

Date	Particulars	J. F.	Amount (₹)	Date	Particulars	J. F.	Amount (₹)
				2024 Jun 13	To Purchase A/c		4,500
							<u>4,500</u>

Dr. **Discount Received A/c** **Cr.**

Date	Particulars	J. F.	Amount (₹)	Date	Particulars	J. F.	Amount (₹)
				2024 Jun 13	To Purchase A/c		500
							<u>500</u>