

## Chart of Difference Between Cash Book and Cash Account

Basis of Difference	Cash Book	Cash Account
<b>Meaning</b>	Cash Book is a separate book in which cash transactions are directly recorded.	Cash Account is an account in a Ledger in which posting is made from the journal.
<b>Purpose</b>	It serves the purpose of both journal and ledger and hence cash transactions need not be primarily recorded in Journal.	It serves the purpose of a Ledger only. If Cash A/C is opened in the Ledger, all cash transactions are first recorded in the journal.
<b>Dependency</b>	The cash book is not dependent on any other book because it is original entry book.	The cash account is dependent on journal day book.
<b>Types</b>	There are three type of cash books	There only a single type of cash account as similar to any ledger account.
<b>Balances represent</b>	It represents Four type of balances 1. Cash Balance 2. Bank Balances 3. Discount Allowed 4. Discount Received	It represents only Cash balance.
<b>Folio</b>	It has Ledger folio which represents the page no of ledger account where the transaction posted in the related Ledger account.	It has Journal folio which represents the page no of Journal Book from where the transaction is posted in this account.
<b>Recording</b>	The cash transactions are directly recorded in the cash book.	The cash transactions are first recorded in the journal book and then after posted in the cash account.
<b>Narration</b>	Yes, Cashbook has a narration.	No, Cash account does not have narrations.