



How to record Investment in books of 990 (or subsidiary of 990)

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Course Outline



Sources of Investment & Entry.



Investment Sell Out/Transferred as Loan



How to record Gain/Loss on transfer



How to reconcile investment account



Journal of recording Investment in different scenario

Sources of Investment & Entry

- ⑩ Investment Source
- ⑩ Journal of recording Investment in different scenario

Investment A/c (Sources)

Sources of Investment

- Transferred from Personal Fidelity³ A/c to 990 Fidelity³ A/c
 - This will be treated as Non-Cash Contribution
- Purchased from available margin balance¹
 - This will be considered as Inter Transfer from Margin to Investment Account(Contra)

¹Margin Balance² may or may not be transferred from LLC Bank

- If Margin is transferred from 990 Bank then it will be treated as Inter Transfer(Contra)
- If Margin is not transferred from 990 Bank then it will be treated as Cash Contribution

²Margin Balance is one kind of Bank Balance that can be encashed easily

³Fidelity is considered as an example of Broker for better understanding.

Journal of recording Investment

If investment transferred from Personal Account

- Investment A/c Dr
 To Non-Cash Contribution A/c
- To be recorded at FMV as on date of transfer.

If investment Purchased from Margin Balance

- Investment A/c Dr
 To Margin A/c
- To be recorded at Actual Purchase Price.

Application of Investment

- ⑩ Investment Sell Out
- ⑩ Transferred as a Loan

Investment A/c (Application)

Application of Investment

- Transferred from 990 to 1065 as a Loan¹
 - This will be treated as Loan transferred to 1065
- Selling of Investment from 990
 - This will be considered as Inter Transfer from Investment A/c to Margin A/c(Contra)
 - The total amount recovered from Sell will be transferred to Margin

¹1065 is considered as an example for better understanding.

Journal of Application of Investment

If investment transferred to 1065 as a Loan

- Loan to 1065 A/c Dr(Assets)
Loss on transfer A/c Dr(Profit & Loss)
 To Investment A/c(Assets)
 To Gain on transfer A/c(Profit & Loss)
- To be recorded at FMV as on date of transfer.
- Investment Account to be recorded at actual purchase price or FMV value as on date of the initial transfer.
- Difference of Purchase/FMV and Sell Amount will be treated as Gain/Loss

If investment sold out

- Margin A/c Dr(Assets)
Loss on transfer A/c Dr(Profit & Loss)
 To Investment A/c(Assets)
 To Gain on transfer A/c(Profit & Loss)
- To be recorded at Actual Sale Price.
- Investment Account to be recorded at actual purchase price or FMV value as on date of the initial transfer.
- Difference of Purchase and Sell Amount will be treated as Gain/Loss

All Journal Entries with example

- If Investment transferred from Personal Fidelity A/c to 990 Fidelity A/c
 - Investment A/c Dr(115*57.25) 6,583.75
 - To Non-Cash Contribution A/c (115*57.25) 6,583.75
 - (Non-Cash Contribution of 115 Share at 57.25 of Microsoft Corp)

Transfers Between Fidelity Accounts							
Settlement Date	Security Name	Symbol/ CUSIP	Description	Quantity	Price	Transaction Cost	Amount
10/20	MICROSOFT CORP X36-464252-1	594918104	Transferred From	115.000	\$57.2500	-	-
	VALUE OF TRANSACTION						\$6,583.75
Total Transfers Between Fidelity Accounts							-

All Journal Entries with example

- If Investment Purchased from available margin balance

- Investment A/c Dr(200*65.68+6.95) 13,142.95
 To Margin A/c (200*63.84+6.95) 13,142.95
 {200 Share at 63.84(6.95 Commission Charged) of Express Scripts Holding Purchsed}

06/27/17	06/30/17	Cash	Buy - Securities Purchased	EXPRESS SCRIPTS HOLDING CO	ESRX	200	65.68	(13,142.95)	(13,142.95)
				COM					
				Commission/Fee			6.95		

- Transaction from Margin A/c shown in next slide.

All Journal Entries with example

Insured Deposit Account Activity								
Date Cleared	Check Number	Date Written	Transaction	Description	Tracking Code	Expense Code	Amount	Balance
Opening Balance								\$ 0.00
06/22/17	-	06/22/17	Received	FDIC INSURED DEPOSIT ACCOUNT CORE NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT	-	-	\$ 5,000.00	5,000.00
06/23/17	-	06/23/17	Received	FDIC INSURED DEPOSIT ACCOUNT CORE NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT	-	-	10,000.00	15,000.00
06/26/17	-	06/26/17	Received	FDIC INSURED DEPOSIT ACCOUNT CORE NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT	-	-	25,000.00	40,000.00
06/27/17	-	06/27/17	Received	FDIC INSURED DEPOSIT ACCOUNT CORE NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT	-	-	5,000.00	45,000.00
06/30/17	-	06/30/17	Delivered	FDIC INSURED DEPOSIT ACCOUNT CORE NOT COVERED BY SIPC REDEMPTION FDIC INSURED DEPOSIT ACCOUNT	-	-	(13,142.95)	31,857.05
06/30/17	-	06/30/17	Received	Interest: Insured Deposit Account Bank NA	-	-	0.07	31,857.12
Closing Balance								\$31,857.12

All Journal Entries with example

- If Investment transferred to 1065(As a loan)
 - Loan to 1065 A/c Dr($132.575 * 62.84$) 8,259.42
 - To Investment A/c($132.575 * 62.30$) 8,331.01
 - To Gain on transfer A/c($8,331.01 - 8,259.42$) 71.59
 - {132.575 Share at 62.84 transferred as a Loan(Purchased at 62.30) of MICROSOFT CORP}

Transfers Between Fidelity Accounts

Settlement Date	Security Name	Symbol/ CUSIP	Description	Quantity	Price	Transaction Cost	Amount
01/05	MICROSOFT CORP VALUE OF TRANSACTION \$8,259.43	594918104	Transferred From	132.575	\$62.3000	-	-
01/06	MICROSOFT CORP Z47-958807-1 VALUE OF TRANSACTION \$8,331.02	594918104	Transferred To	-132.575	62.8400	-	-

All Journal Entries with example

- If Investment sold out(Transferred to Margin)
 - Margin A/c Dr($300 \times 8.455 - 6.95 - 0.06 + 700 \times 8.451 - 0.14$) 8,445.05
 To Investment A/c($1,000 \times 7.397 + 6.95$) 7,403.95
 To Gain on transfer A/c($8,445.05 - 7,403.95$) 1,041.10
 {1,000 Share at 8.4451 Sold Out(Purchased at 7.397) of CENOVUS ENERGY INC}

Account Activity									
Trade Date	Settle Date	Acct Type	Transaction/ Cash Activity*	Description	Symbol/ CUSIP	Quantity	Price	Amount	Balance
Opening Balance									
07/27/17	08/01/17	Cash	Sell - Securities Sold	CENOVUS ENERGY INC COM Commission/Fee 6.95 Regulatory Fee 0.06	CVE	300-	\$ 8.455	\$ 2,529.49	2,529.49
07/27/17	08/01/17	Cash	Sell - Securities Sold	CENOVUS ENERGY INC COM Regulatory Fee 0.14	CVE	700-	8.451	5,915.56	8,445.05
06/28/17	07/03/17	Cash	Buy - Securities Purchased	CENOVUS ENERGY INC COM Commission/Fee 6.95	CVE	1,000	7.397	(7,403.95)	(29,832.85)

All Journal Entries with example

- If Margin Balance available/transferred from 990 Bank(Contra – Inter Transfer)

- Margin A/c Dr 45,000.00
- To Bank A/c 45,000.00

Online Cash Services Transaction Detail			
Category	Transaction Date	Description	Amount
CREDITS			
Checks Deposited	06/22/2017	MOBILE CK1111	\$ 10,000.00
Electronic Transfer	06/22/2017	ELECTRONIC FUNDING	5,000.00
	06/26/2017	ACH IN	25,000.00
	06/27/2017	ACH IN	5,000.00
Subtotal			45,000.00
TOTAL			45,000.00
Electronic Debits			
Date	Description		Amount
06/22/2017	TD AMERITRADE CL SEC TR		-\$5,000.00
06/26/2017	TD AMERITRADE ACH IN		-\$25,000.00
06/26/2017	TD AMERITRADE ACH RECAPT		-\$0.45
06/27/2017	TD AMERITRADE ACH IN		-\$5,000.00

Checks Cleared		
Check Nbr	Date	Amount
1111	06/23/2017	\$10,000.00

All Journal Entries with example

- If Margin Balance available/transferred from Personal Account

- Margin A/c Dr 15,000.00
 To Contribution A/c 15,000.00
 {15,000.00 Contributed through Personal Fidelity A/c to 990 Fidelity A/c}

Exchanges In						
Date	Security Name	Symbol/ CUSIP	Description	Quantity	Price	Amount
07/14	X91-408721-1		Transferred From	-	-	\$15,000.00
Total Exchanges In						\$15,000.00

All Journal Entries with example

- If Dividend Received(Not Reinvested)

- Margin A/c Dr 215.56
 To Dividend Income A/c 215.56
 {215.56 Dividend Received from Fidelity & Microsoft Corp}

Dividends, Interest & Other Income
(Includes dividend reinvestment)

Settlement Date	Security Name	Symbol/ CUSIP	Description	Quantity	Price	Amount
11/30	FIDELITY GOVERNMENT MONEY MARKET	31617H102	Dividend Received	-	-	\$55.98
12/13	MICROSOFT CORP	594918104	Dividend Received	-	-	98.79
12/31	FIDELITY GOVERNMENT MONEY MARKET	31617H102	Dividend Received	-	-	60.79
Total Dividends, Interest & Other Income						\$215.56

Daily Additions and Subtractions

Additions/subtractions from your Core Account, which utilizes FIDELITY GOVERNMENT MONEY MARKET, were effected on the dates and in the amounts indicated. If your Core Account utilizes a Fidelity money market fund, these transactions were effected at \$1.00/share, and the number of shares bought/ sold equals the transaction value.

Date	Total Additions	Total Subtractions	Net Activity	Daily Balance	Date	Total Additions	Total Subtractions	Net Activity	Daily Balance
11/30	\$55.98	-	\$55.98	\$36,921.94	12/31	60.79	-30,000.00	-29,939.21	7,081.52
12/13	98.79	-	98.79	37,020.73					

All Journal Entries with example

- If Dividend Received(Not Reinvested with Foreign Tax Withheld)

- Margin A/c Dr 307.71
- Foreign Tax Withheld A/c Dr 54.30
- To Dividend Income A/c 362.01
- {362.01 Dividend Received from Enbridge INC}

06/01/18	06/01/18	Cash	Div/Int - Income	ENBRIDGE INC COM Payable: 06/01/2018 QUALIFIED DIVIDENDS 362.01	ENB	-	0.00	362.01	362.01
06/01/18	06/01/18	Cash	Div/Int - Expense	ENBRIDGE INC COM Foreign Tax Adjustment Payable: 06/01/2018	ENB	-	0.00	(54.30)	307.71
06/04/18	-	06/04/18	Received	FDIC INSURED DEPOSIT ACCOUNT CORE NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT	-	-	-	307.71	825.32

All Journal Entries with example

- If Dividend Received(Not Reinvested with Federal Tax Withheld)

- Margin A/c Dr 1,767.58
 - Federal Tax Withheld A/c Dr 558.18
 - To Dividend Income A/c 2,325.76
 - {362.01 Dividend Received from Enbridge INC}

Settlement Date	Security Name	Symbol/ CUSIP	Description	Quantity	Price	Amount			
03/14	MICROSOFT CORP	594918104	Dividend Received	-	-	\$2,325.76			
03/29	CASH	315994103	Interest Earned	-	-	2.86			
Total Dividends, Interest & Other Income						\$2,328.62			
Date	Security		Description			Amount			
03/14	MICROSOFT CORP		Tax Withheld			-\$558.18			
03/29	CASH INTEREST RECEIVED		Tax Withheld			-0.69			
Total Federal Taxes Withheld						-558.87			
Total Taxes Withheld						-\$558.87			
Daily Additions and Subtractions									
<i>Additions/subtractions from your Core Account, which utilizes CASH, were effected on the dates and in the amounts indicated. If your Core Account utilizes a Fidelity money market fund, these transactions were effected at \$1.00/share, and the number of shares bought/ sold equals the transaction value.</i>									
Date	Total Additions	Total Subtractions	Net Activity	Daily Balance	Date	Total Additions	Total Subtractions	Net Activity	Daily Balance
03/14	\$1,767.58	-	\$1,767.58	\$9,893.40	03/29	2.17	-	2.17	9,895.57

All Journal Entries with example

- If Dividend Received(Reinvested)

- Investment A/c Dr 55.50
 - To Dividend Income A/c 55.50
 - {55.50 Dividend Received and Reinvested}

12/14	T ROWE PRICE CAP APPRECIATION AS OF 12/14/17	77954M105	Reinvestment	1.969	28.18000	-55.50
12/14	T ROWE PRICE CAP APPRECIATION AS OF 12/14/17	77954M105	Reinvestment	2.289	28.18000	-64.50
12/14	T ROWE PRICE CAP APPRECIATION AS OF 12/14/17	77954M105	Reinvestment	6.015	28.18000	-169.50
12/14	T ROWE PRICE CAP APPRECIATION	77954M105	Dividend Received	-	-	55.50
12/14	T ROWE PRICE CAP APPRECIATION	77954M105	Long-Term Cap Gain	-	-	169.50
12/14	T ROWE PRICE CAP APPRECIATION	77954M105	Short-Term Cap Gain	-	-	64.50

All Journal Entries with example

- If Interest Received(Without Federal Tax Withheld)

- Margin A/c Dr 10.48
 To Interest Income A/c 10.48
 {10.48 Dividend Received from Fidelity & Microsoft Corp}

12/31	CASH	Reinvestment	CASH NET INT REINVEST	10.480	1.0000	10.48	16,062.22
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Income Summary

	This Period	Year-to-Date
Taxable	\$2,589.04	\$9,627.04
Dividends	2,578.56	9,555.84
Interest	10.48	71.20
Total	\$2,589.04	\$9,627.04

Core Account

Description	Beginning Market Value Dec 1, 2019	Quantity Dec 31, 2019	Price Per Unit Dec 31, 2019	Ending Market Value Dec 31, 2019	Total Cost Basis	Unrealized Gain/Loss Dec 31, 2019	EAI (\$)/ EY (%)
CASH	\$13,473.18	16,062.220	\$1.0000	\$16,062.22	not applicable	not applicable	-

For balances below \$99,999,999.99, the current interest rate is 0.82%.

Total Core Account (2% of account holdings)	\$13,473.18			\$16,062.22			-
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All Journal Entries with example

- If Interest Received(With Federal Tax Withheld)

- Margin A/c Dr 2.17
- Federal Tax Withheld A/c Dr 0.69
- To Interest Income A/c 2.86
- {10.48 Dividend Received from Fidelity & Microsoft Corp}

Settlement Date	Security Name	Symbol/ CUSIP	Description	Quantity	Price	Amount			
03/14	MICROSOFT CORP	594918104	Dividend Received	-	-	\$2,325.76			
03/29	CASH	315994103	Interest Earned	-	-	2.86			
Total Dividends, Interest & Other Income						\$2,328.62			
Taxes Withheld									
Date	Security		Description			Amount			
03/14	MICROSOFT CORP		Tax Withheld			-\$558.18			
03/29	CASH INTEREST RECEIVED		Tax Withheld			-0.69			
Total Federal Taxes Withheld						-\$58.87			
Total Taxes Withheld						-\$558.87			
Daily Additions and Subtractions									
<i>Additions/subtractions from your Core Account, which utilizes CASH, were effected on the dates and in the amounts indicated. If your Core Account utilizes a Fidelity money market fund, these transactions were effected at \$1.00/share, and the number of shares bought/ sold equals the transaction value.</i>									
Date	Total Additions	Total Subtractions	Net Activity	Daily Balance	Date	Total Additions	Total Subtractions	Net Activity	Daily Balance
03/14	\$1,767.58	-	\$1,767.58	\$9,893.40	03/29	2.17	-	2.17	9,895.57

All Journal Entries with example

- If Interest & Dividend Received(With Fed. Tax Withheld-Combined Entry)

■ Margin A/c Dr	1,769.75
Federal Tax Withheld A/c Dr	558.87
To Interest Income A/c	2.86
To Dividend Income A/c	2,325.76

{10.48 Dividend Received from Fidelity & Microsoft Corp}

Settlement Date	Security Name	Symbol/ CUSIP	Description	Quantity	Price	Amount			
03/14	MICROSOFT CORP	594918104	Dividend Received	-	-	\$2,325.76			
03/29	CASH	315994103	Interest Earned	-	-	2.86			
Total Dividends, Interest & Other Income						\$2,328.62			
Taxes Withheld									
Date	Security		Description			Amount			
03/14	MICROSOFT CORP		Tax Withheld			-\$558.18			
03/29	CASH INTEREST RECEIVED		Tax Withheld			-0.69			
Total Federal Taxes Withheld						-\$558.87			
Total Taxes Withheld						-\$558.87			
Daily Additions and Subtractions									
<i>Additions/subtractions from your Core Account, which utilizes CASH, were effected on the dates and in the amounts indicated. If your Core Account utilizes a Fidelity money market fund, these transactions were effected at \$1.00/share, and the number of shares bought/ sold equals the transaction value.</i>									
Date	Total Additions	Total Subtractions	Net Activity	Daily Balance	Date	Total Additions	Total Subtractions	Net Activity	Daily Balance
03/14	\$1,767.58	-	\$1,767.58	\$9,893.40	03/29	2.17	-	2.17	9,895.57

All Journal Entries with example

- If Bonus Share Given by Company(Reinvested)

- Investment A/c Dr 234.00
 To Short Term/Long Term Capital Gain A/c 234.00
 {234 Received as a Bonus and Reinvested}

12/14	T ROWE PRICE CAP APPRECIATION AS OF 12/14/17	77954M105	Reinvestment	1.969	28.18000	-55.50
12/14	T ROWE PRICE CAP APPRECIATION AS OF 12/14/17	77954M105	Reinvestment	2.289	28.18000	-64.50
12/14	T ROWE PRICE CAP APPRECIATION AS OF 12/14/17	77954M105	Reinvestment	6.015	28.18000	-169.50
12/14	T ROWE PRICE CAP APPRECIATION	77954M105	Dividend Received	-	-	55.50
12/14	T ROWE PRICE CAP APPRECIATION	77954M105	Long-Term Cap Gain	-	-	169.50
12/14	T ROWE PRICE CAP APPRECIATION	77954M105	Short-Term Cap Gain	-	-	64.50

All Journal Entries with example

- If there is partnership distribution in 1099/Monthly Statement
 - Margin A/c Dr 1,047.94
 To Partnership Distribution A/c 1,047.94
 {1,047.94 Received as Partnership Distribution from SPECTRA ENERGY
 PRTNS LP}

Account Activity									
Trade Date	Settle Date	Acct Type	Transaction/ Cash Activity*	Description	Symbol/ CUSIP	Quantity	Price	Amount	Balance
Opening Balance									
11/29/18	11/29/18	Cash	Div/Int - Income	SPECTRA ENERGY PRTNS LP COM Payable: 11/29/2018 MLP Return of Capital 1047.94	SEP	-	\$ 0.00	\$ 1,047.94	1,047.94
11/29/18	11/29/18	Cash	Journal - Other	PURCHASE FDIC INSURED DEPOSIT ACCOUNT	-	-	0.00	(1,047.94)	0.00
Insured Deposit Account Activity									
Date Cleared	Check Number	Date Written	Transaction	Description	Tracking Code	Expense Code	Amount	Balance	
Opening Balance									
11/29/18	-	11/29/18	Received	FDIC INSURED DEPOSIT ACCOUNT CORE NOT COVERED BY SIPC PURCHASE FDIC INSURED DEPOSIT ACCOUNT	-	-	\$ 1,047.94		\$1,233.95 2,281.89
11/30/18	-	11/30/18	Received	Interest: Insured Deposit Account Bank NA	-	-	0.05		2,281.94
Closing Balance									
Partnership Distributions				1,047.94					\$2,281.94 2,335.07

All Journal Entries with example

Snip from Monthly Summary Statement

Snip from K1

Cash Activity Summary			Income & Expense Summary		
	Current	YTD	Reportable	Non Reportable	YTD
Opening Balance	\$ 0.00	\$ -	Income		
Securities Purchased	-	(1,283,749.26)	Dividends	\$ -	\$4,189.21
Securities Sold	-	1,252,317.84	Interest	-	-
Funds Deposited	-	25,000.00	Other	-	1,047.94
Funds Disbursed	-	-	Expense		
Income	1,047.94	6,524.28	Interest	-	-
Expense	-	(54.30)	Fees	-	-
Other	(1,047.94)	(38.56)	Other	-	(54.30)
Closing Balance	\$ 0.00	\$0.00	Net	\$0.00	\$1,047.94

Snip from 1099

RECONCILIATIONS, FEES, EXPENSES AND EXPENDITURES
 The amounts in this section are not reported to the IRS. They are presented here for your reference when preparing your income tax return(s).

Other Receipts & Reconciliations- Partnership distributions	2,335.07
Other Receipts & Reconciliations- Foreign tax paid- partnership	0.00
Other Receipts & Reconciliations- Return of principal	0.00

19 Distributions

A	2,335
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11 What type of entity is this partner? PARTNERSHIP

08/29/18	08/29/18	Cash	Div/Int - Income	SPECTRA ENERGY PRTNS LP	SEP	-	0.00	611.00	611.00
				COM					
				Payable: 08/29/2018					
				MLP Return of Capital 611.00					
05/30/18	05/30/18	Cash	Div/Int - Income	SPECTRA ENERGY PRTNS LP	SEP	-	0.00	676.13	676.13
				COM					
				Payable: 05/30/2018					
				MLP Return of Capital 676.13					

Snip from Monthly Statement

How to reconcile Investment A/c

- Investment A/c will be spilt in two different sub-head
 - 1st Margin A/c
 - 2nd Investment A/c
- Make sure to match Holding as on closing date with books
- To cross check Investment A/c total with closing total book balance of Margin & Investment A/c
- I have given example of 1065 in next slide for your reference.

How to reconcile Investment A/c

12/07/17	12/11/17	Cash	Buy - Securities Purchased	VANGUARD MEGA CAP GROWTH ETF Commission/Fee 6.95	MGK	250	110.209	(27,559.20)	18,917.47
12/08/17	12/12/17	Cash	Buy - Securities Purchased	VANGUARD MEGA CAP GROWTH ETF Commission/Fee 6.95	MGK	175	110.70	(19,379.45)	(19,379.45)
12/15/17	12/19/17	Cash	Buy - Securities Purchased	VANGUARD INDEX FUNDS S&P 500 ETF Commission/Fee 6.95	VOO	60	245.869	(14,759.09)	(14,759.09)
12/15/17	12/19/17	Cash	Buy - Securities Purchased	VANGUARD INDEX FUNDS S&P 500 ETF	VOO	140	245.855	(34,419.70)	(49,178.79)
12/15/17	12/19/17	Cash	Buy - Securities Purchased	VANGUARD INDEX FUNDS S&P 500 ETF	VOO	100	245.8466	(24,584.66)	(73,763.45)

Account Positions

Investment Description	Symbol/ CUSIP	Quantity	Current Price	Market Value	Purchase Date	Cost Basis	Average Cost	Unrealized Gain(Loss)	Estimated Income	Yield
Stocks - Cash										
VANGUARD MEGA CAP GROWTH ETF	MGK	425	\$ 111.33	\$ 47,315.25	12/07/17	\$ 46,938.65	\$ 110.44	\$ 376.60	\$ 579.70	1.2%
VANGUARD INDEX FUNDS S&P 500 ETF	VOO	300	245.29	73,587.00	12/15/17	73,763.45	245.88	(176.45)	1,310.40	1.8%
Total Stocks				\$120,902.25		\$120,702.10		\$200.15	\$1,890.10	1.6%
Total Cash Account				\$120,902.25		\$120,702.10		\$200.15	\$1,890.10	1.6%

Insured Deposit Account Activity

Date Cleared	Check Number	Date Written	Transaction	Description	Tracking Code	Expense Code	Amount	Balance
12/29/17	-	12/29/17	Received	Interest: Insured Deposit Account Bank NA	-	-	0.28	2,241.86
Closing Balance								\$2,241.86

TD Ameritrade	
Investment	120,702.10
Margin	2,241.86
Total TD Ameritrade	122,943.96

How to reconcile Investment A/c

- In this Example we can not reconcile the closing balance of investment account as per statement with books of accounts.

Micro Corp	Africa	Cap	MKTS	Health	INTL	Media	Asia	
146	651.83	150	66	126.469	117.154	99.513	81.38	
132.575	9.171	1.969	0.269	1.712	0.418	0.01	0.423	
-132		2.289	0.12	7.712	1.503	2.263	1.481	
312.453		6.015			2.204	0.072	6.094	
459.028	661.001	160.273	66.389	135.893	121.279	101.858	89.378	

▼ Fidelity # [REDACTED]	
Investment	69,219.36
Margin	82,873.86
Total Fidelity # [REDACTED]	152,093.22

How to reconcile Investment A/c

Holdings

Core Account

Description	Beginning Market Value Dec 1, 2017	Quantity Dec 31, 2017	Price Per Unit Dec 31, 2017	Ending Market Value Dec 31, 2017	Total Cost Basis	Unrealized Gain/Loss Dec 31, 2017	EAI (\$) / EY (%)
FIDELITY GOVERNMENT MONEY MARKET (SPAXX) 7-day yield: 0.9%	\$82,622.88	82,873.860	\$1.0000	\$82,873.86	not applicable	not applicable	\$368.44 0.440%
Total Core Account (50% of account holdings)	\$82,622.88			\$82,873.86			\$368.44

Mutual Funds

Description	Beginning Market Value Dec 1, 2017	Quantity Dec 31, 2017	Price Per Unit Dec 31, 2017	Ending Market Value Dec 31, 2017	Total Cost Basis	Unrealized Gain/Loss Dec 31, 2017	EAI (\$) / EY (%)
Stock Funds							
T ROWE PRICE MEDIA & TELECOMMUNICATIONS (PRMTX)	\$9,751.27	101.858	\$96.4700	\$9,826.24	\$6,592.77 ^c	\$3,233.47	-
T ROWE PRICE HEALTH SCIENCES (PRHSX)	9,593.93	135.893	70.3500	9,560.07	8,011.55 ^c	1,548.52	-
T ROWE PRICE CAP APPRECIATION (PRWCX)	4,530.00	160.273	28.2800	4,532.52	4,089.06 ^c	443.46	59.30 1.310

Holdings

Account: [REDACTED]
TRUST: UNDER AGREEMENT

Mutual Funds (continued)

Description	Beginning Market Value Dec 1, 2017	Quantity Dec 31, 2017	Price Per Unit Dec 31, 2017	Ending Market Value Dec 31, 2017	Total Cost Basis	Unrealized Gain/Loss Dec 31, 2017	EAI (\$) / EY (%)
Stock Funds (continued)							
T ROWE PRICE INTL DISCOVERY FUND (PRIDX)	8,440.94	121.279	71.4100	8,660.53	6,354.54 ^c	2,305.99	30.32 0.350
T ROWE PRICE NEW ASIA (PRASX)	1,704.91	89.378	19.5600	1,748.23	1,291.83 ^c	456.40	-
T ROWE PRICE AFRICA & MIDDLE EAST FD (TRAMX)	5,951.20	661.001	9.6200	6,358.82	4,686.95 ^c	1,671.87	85.93 1.350
T ROWE PRICE EMERGING MKTS STOCK (PRMSX)	2,898.72	66.389	44.9900	2,986.84	2,173.62 ^c	813.22	11.95 0.400
Total Stock Funds (26% of account holdings)	\$42,870.97			\$43,673.25	\$33,200.32	\$10,472.93	\$187.50
Total Mutual Funds (26% of account holdings)	\$42,870.97			\$43,673.25	\$33,200.32	\$10,472.93	\$187.50

Stocks

Description	Beginning Market Value Dec 1, 2017	Quantity Dec 31, 2017	Price Per Unit Dec 31, 2017	Ending Market Value Dec 31, 2017	Total Cost Basis	Unrealized Gain/Loss Dec 31, 2017	EAI (\$) / EY (%)
Common Stock							
MICROSOFT CORP (MSFT)	\$38,636.36	459.028	\$85.5400	\$39,265.23	\$28,592.40 ^c	\$10,672.83	\$771.17

How to reconcile Investment A/c

- From this example, we can say that Closing Value of investment can not be reconciled. We can only reconcile the number of Shares. The reason behind this, is the broker considering actual purchase price(Donor's Cost) instead of FMV, as on date of transfer.

Type	Date	Name	Memo	Clr	Split	Debit	Credit	
Fidelity # Z47-958807								
Investment								
Deposit	12/27/2016	MICROSOFT CORP	MICROSOFT CORP 146@63.28		Loan From A...	9,238.88		
Deposit	01/06/2017	MICROSOFT CORP	MICROSOFT CORP 132.575*62.84		Loan From A...	8,331.01		
Check	04/12/2017	MICROSOFT CORP	Sale of MICROSOFT CORP which purchased @ 63.28 FIFO(132 No...		-SPLIT-		8,352.96	
Deposit	10/26/2017	MICROSOFT CORP	MICROSOFT CORP 312.453*78.76		Loan From A...	24,608.80		
Securities Bought & Sold								
Settlement Date	Security Name	Symbol/ CUSIP	Description	Quantity	Price	Total Cost Basis	Transaction Cost	Amount
04/12	MICROSOFT CORP	594918104	You Sold Long-term gain: \$3,841.13	-132.000	\$65.75000	\$4,832.73 _{fc}	-\$5.14	\$8,673.86
Sale Price = 8,673.86 (132 * 65.75 - 5.14)								
Purchase Price = 8,352.96 (132 * 63.28)								
Gain on Sale = 320.9 (8,673.86 - 8,352.96)								

Thanks for watching this, for any queries or training purpose feel free to reach aligadhiya@gmail.com or +91-9978657292
By Ali Reza Gadhiya