Service Oraganization with GST

Q1. How can we calculate interest in Tally?

Calculate interest in simple mode

1. Go to Gateway of Tally > Accounts Info. > ...
2. Set Activate interest calculation? to Yes . ...
3. In the Calculate Interest Based On? ...
4. Set Include transaction date for interest calculation. ...
5. Enter the Rate of interest.
6. Select the Interest Style, as required.

Q2. How do you calculate interest on a debtor?

To calculate the interest due on a late payment, the amount of the debt should be multiplied by the number of days for which the payment is late, **multiplied by daily late payment interest rate in operation on the date the payment became overdue**.

Q3. What is interest calculation?

Simple Interest

It is calculated by multiplying the principal, rate of interest and the time period. The formula for Simple Interest (SI) is "**principal x rate of interest x time period divided by 100**" or (P x Rx T/100).